PROAMBIENTE

ENVIRONMENTAL CREDIT PROPOSAL FOR FAMILIAR AGRICULTURE IN AMAZON

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3% OF INDUSTRIAL PRODUCTION TAX (IPI) + 3% OF COMMERCIAL AND SERVICES CIRCULATION TAX (ICMS) = CONSTITUCIONAL FUND
DISTRIBUTION OF CONSTITUTIONAL FUND

TOTAL OF FUND: 3% IPI + ICMS

- **0,6 % FOR NORTH REGION (FNO)** (AMAZON FOREST REGION)
- **0,6 % FOR CENTER-WEST REGION (FCO)**
- **1,8 % FOR NORTHEAST REGION (FNE)**
OPERATIONAL STRUCTURE OF FNO

10 PROGRAMS IN THE NORTH REGION:

5 RURAL PROGRAMS:
PRONAF, PRODEX, PRORURAL, PRODERUR, PROFLORESTA

5 INDUSTRIAL PROGRAMS:
PROMICRO, PRODESIN, PROAGRIN, PRODETUR, FNO-EXPORTAÇÃO
Theoretically: The FNO Fund should always grow. Non-payments compromise the FNO’s growth.
PROPOSAL FOR PROAMBIENTE

FNO (North Region Constitutional Fund) provides MAIN CAPITAL

as the actual system of agricultural credit

New conditions and mechanisms proposed:

- Longer grace periods
- Longer payment deadlines
- Sustaintable production demands more time to economic viability
- Establishment of ENVIRONMENTAL COSTS AND SERVICES FUND
- Partial payments to the operator bank
PROPOSED OPERATIONAL STRUCTURE OF RURAL FNO OPERATION AS AN ENVIRONMENTAL CREDIT

FNO

BASA (FNO’s Operator Bank)

FAMILIAR FARMERS
(more than 50% of familiar labor)

ENVIRONMENTAL SERVICES

ENVIRONMENTAL COSTS AND SERVICES FUND

MARKET

PRODUCTION

PRODUCTS

CONSUMERS

ENVIRONMENTAL COSTS AND SERVICES FUND

ENVIRONMENTAL MAINTENANCE COSTS

LAVOR COSTS

PRODUCTION COSTS

BENEFITS
Activities proposed for PROAMBIENTE

- Logging forest enrichment
- Secondary forest (capoiera) enrichment
- Degraded forest enrichment
- Pasture to silvopastoral systems
- Pasture to permanent agriculture
- Slash & Burn to permanent agriculture
- Agroforestry systems
- Communitary forestry management
- None industrial fishing
- Sustaintable forestry extractivism (timber or non-timber forest products)
Environmental Services Monitoring

- Carbon sequestration
  (through “biomass”)
- Hydrological functions recuperation
  (through “vegetation cover”)
- Soil recuperation (?)
- Biodiversity recuperation and conservation (?)
- Flamability reduction
  (through “hot pixels”)
