

The United States, Mexico and Canada are significant timber trade partners. Mexico imports nearly 70% of its timber from the United States, and exports as much as 75% of its timber to the U.S. (1). Illegal logging and deforestation, however, can negatively impact trade as well as weaken rule of law, damage and degrade critical ecosystems, and harm local communities. In Mexico, it is estimated that between 5 and 14 million m³ of illegally harvested wood are sold each year, and that that the trade in illegal wood represents a business of \$7,000 to \$20,000 million pesos or \$342 to \$978 million USD (2,3,4).

The partnership between USFS and USTR is working to address these challenges and promote sustainable timber management in Mexico. This in turn helps all three USMCA trade partners to strengthen the timber market by combating illegal logging, deforestation and forest degradation.

MAIN OBJECTIVES



The USFS will strengthen monitoring and enforcement relating to USMCA Articles 24.15 (Trade and Biodiversity), 24.22 (Conservation and Trade), and 24.23 (Sustainable Forest Management and Trade). These Articles commit the Parties to exchange information and experiences on issues related to illegal trade in wild flora and fauna; improve inspection capabilities; strengthen government capacity and institutional frameworks to promote sustainable forest management; and promote trade in legally harvested forest products. The USFS is addressing these objectives through a Three Goal Plan to Promote Sustainable Forest Management and Combat Illegal Logging, over a three-year period.

U.S. - MEXICO - CANADA AGREEMENT SUSTAINABLE FOREST MANAGEMENT AND COMBATTING ILLEGAL LOGGING

GOAL 1

Strengthen Mexico's wood identification capacities, and integrate Mexico into regional and global wood identification efforts, including enhanced monitoring via Lacey Act declaration automation and analysis.

Actions for Years 1-3:

- Assess current resources, opportunities, and challenges related to wood identification and screening within Mexico.
- Provide advanced training and support to priority laboratories and government agencies on a variety of wood identification technologies such as wood anatomy, wood DNA, or wood chemistry.
 - Automate Lacey Act Declaration processing and monitoring to identify fraud and illicit
- trade more consistently.

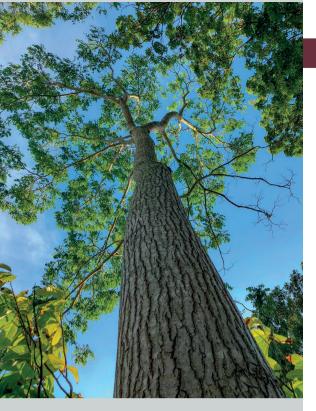
Key Outcomes from Year 1:

- Wood assessment report: Interviewed 114 relevant actors from the government, academia and the private sector to report on the current resources, opportunities, and challenges related to wood identification and screening within Mexico.
- Macro-scopic wood identification workshops: Conducted three webinars on wood identification tools and technologies for nearly 100 PROFEPA inspection agents, researchers, and other government personnel from Mexico.
- Network graph model of the Lacey Act declaration: Produced a fully implemented and auxiliary data with further refinement to continue throughout the project.

Timber trade routes to and from Mexico.



www.usfsmex.org













LOOKING FORWARD



The USFS and USTR will continue to work together and complete the action points under the Three Goal Plan to Promote Sustainable Forest Management and Combat Illegal Logging. This includes supporting wood identification, building a training program for national park employees to enforce environmental regulations and policies, and implementing financial analysis tools in communities to support the promotion of sustainable forest management and trade.

References:

https://wits.worldbank.org/Country/Profile/en/Country/MEX/Year/2015/TradeFlow/Import/Partner/All/Product/44-49_Wood

Forest Trends, 2019. Timber Legality Risk Dashboard: Mexico.

SEMARNAT, 2020. Anuario estadístico de la Producción Forestal 2017.

UNAM. 2018. Boletín_ UNAM-DGCS-173 Ciudad Universitaria: Al menos 70 por ciento de la madera que se consume en México es ilegal.

Rachel Sheridan
USFS Mexico Program Manager

rachel.sheridan@usda.gov

GOAL 2

Improve capacity of government agencies and communities to efficiently and effectively monitor their landscapes and enforce environmental regulations and policies.



Actions for Years 1-3:

- Conduct a diagnostic of park employee and community groups' needs and knowledge gaps regarding monitoring and enforcement of their forest lands.
- Develop a curriculum for park employee trainings.
- Application of early warning systems (EWS) for deforestation to priority regions in southern Mexico.

Outcomes from Year 1:

- Diagnostic of park ranger and community groups: Completed interviews with 12 key partners and sent out a needs assessment survey to 170 park guards, inspection agents and relevant actors in Chiapas.
- Early warning systems for deforestation: Facilitated EWS workshops for user-groups in Mexico and organized information exchanges with Peru. Developing a mobile/online data capture system for detecting and reporting these alerts using CONAFOR's spatial data platform, IDEFOR.

GOAL 3

Increase legal avenues for sustainable timber management and trade.

Actions for Years 1-3:

- Direct technical assistance to community forest enterprises in sustainable timber management.
- Consultancy to support business development plans.
- Grant(s) to NGO partner(s) to continue technical support to community forest enterprises.

Outcomes from Year 1:

- Identifying community partners: Collaborating with NGO partners to train communities in financial analysis tools, allowing small and medium enterprises to monitor and evaluate costs and income, negotiate fair prices, improve financial management and transparency, and strengthen their long-term sustainability.
- Technical assistance: Identified two priority timber-producing communities to provide technical assistance on sustainable timber management.





