

Elements of a PES Agreement



- Specify the environmental service
- Specify the buyer and seller
- State the obligation of the seller to maintain the environmental service at a specified level
- Specify the duration of the agreement and what happens when it ends

Elements of a PES Agreement



- Specify the payment – type, amount, when paid
- Specify the consequences if the terms of the agreement are not met by either buyer or seller
- Specify how to resolve disputes
- Specify whether and how the agreement can be modified