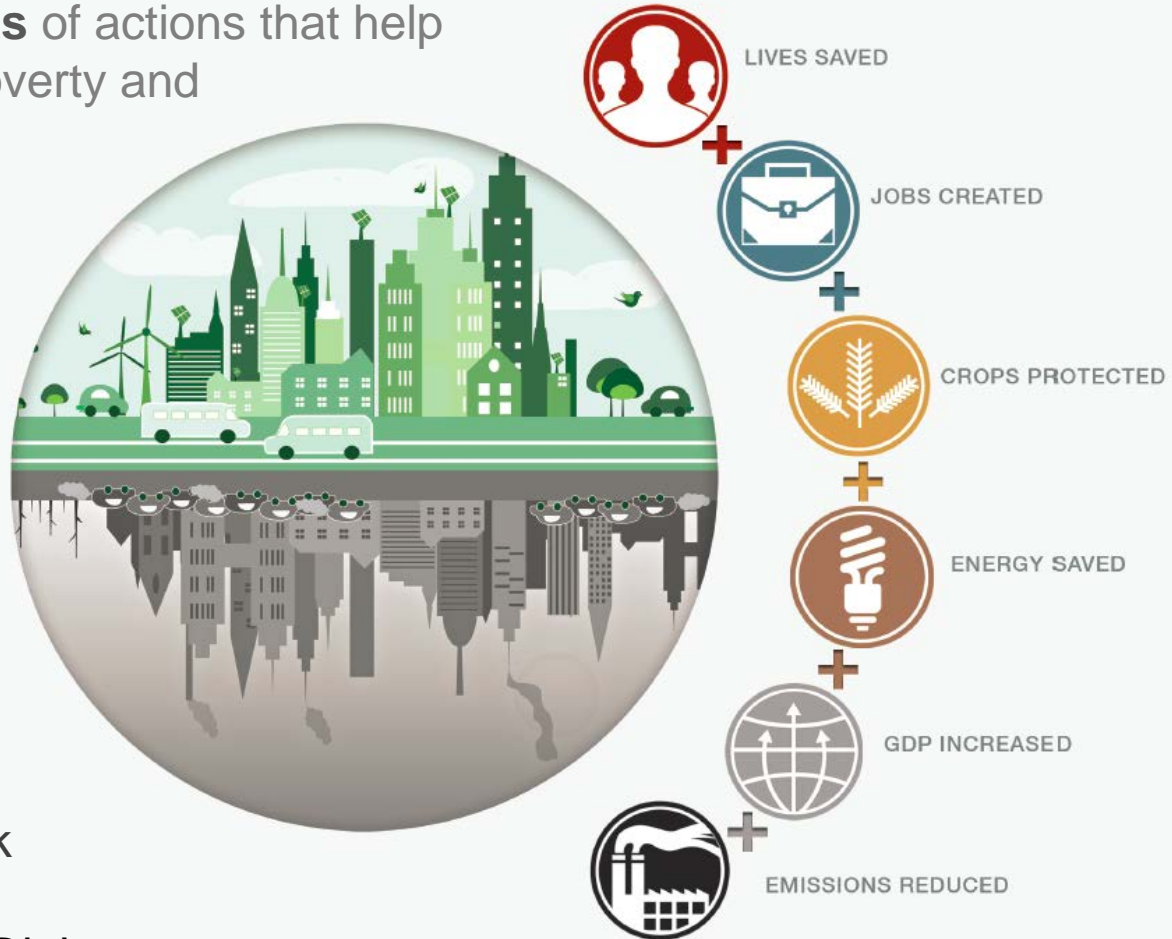


Climate-Smart Development

Adding up the benefits of actions that help build prosperity, end poverty and combat climate change



Presented
by
Gary Kleiman
The World Bank
at

The CSE Anil Agarwal Dialogue
March 12, 2015



Objectives

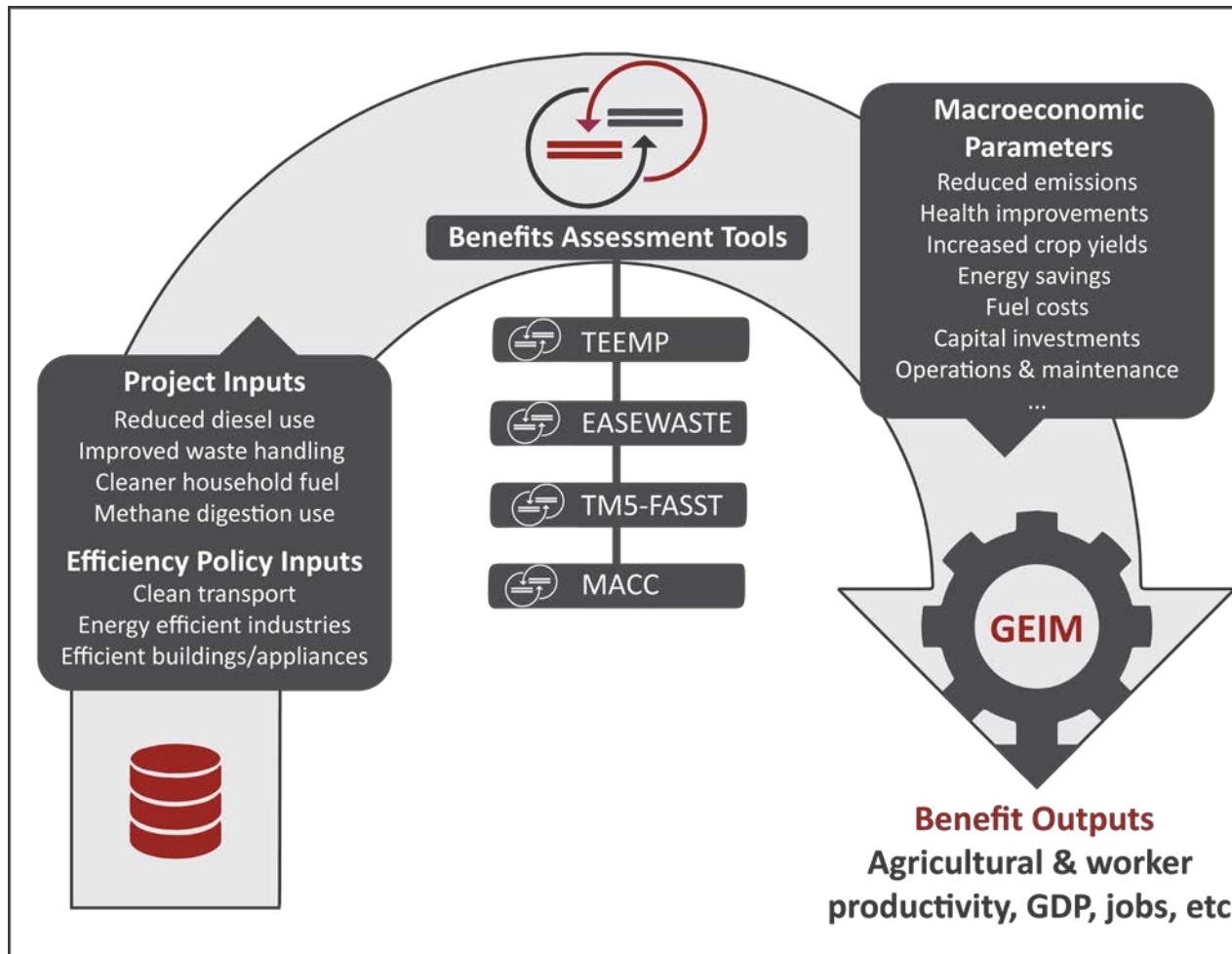
- Develop a holistic, adaptable framework to show the multiple benefits of reducing emissions of several pollutants, including SLCPs
 - Help local and national policymakers, and others to better design and analyze policies and projects

KEY STEPS

- Identify the full range of benefits
 - Local socioeconomic benefits
 - Global public goods benefits
- Identify appropriate benefits assessment tools
- Identify an appropriate macroeconomic tool
- Estimate significant benefits

The Analytical Framework




Analytical Framework Used for the Policy and Project Case Studies





Case studies

Policies




1. Shift to Clean Transport

-  Improve efficiency and increased sales of EV/hybrids
-  Mode shifts to public transportation
-  Rubber to rail freight shift

2. Energy Efficient Industry


-  Reduce carbon intensity in all sectors
-  Shift to cleaner fuels

3. Energy Efficient Buildings


-  Improved energy intensity through electronics & appliances
-  Retrofits in commercial and residential
-  And in new construction

Projects


1. Sustainable Transport

-  1,000+ km of new bus rapid transit BRT in 20 cities
In **INDIA**. Displaces more than 7% of current traffic


2. Integrated Solid Waste Management

-  Finance mechanisms supported by the World Bank in **BRAZIL** could enable sanitary disposal of solid waste through sanitary landfills, composting, and biogas digestion

3. Cleaner Cookstoves

-  A 20% public subsidy in **CHINA** for fuel-efficient, lower-emitting cookstoves and solar cookers helps to establish a robust and self-sustaining market for these products in rural households

4. Biogas Digestion & PV in agriculture

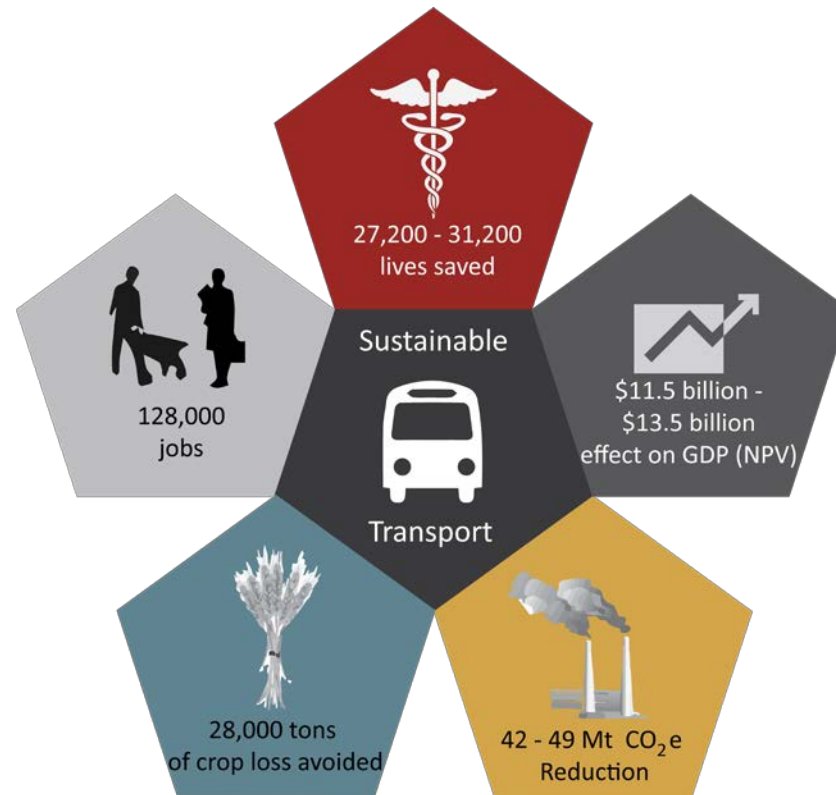
-  Co-funding to support the increased demand for use of bio-digesters and photovoltaic systems to provide power at pig and dairy farms in **MEXICO**

INDIA **TRANSIT PROJECT**

Affordable, low emissions transportation connects people with jobs, education, and health care. Well-designed bus rapid transit systems can also reduce congestion and pollution.

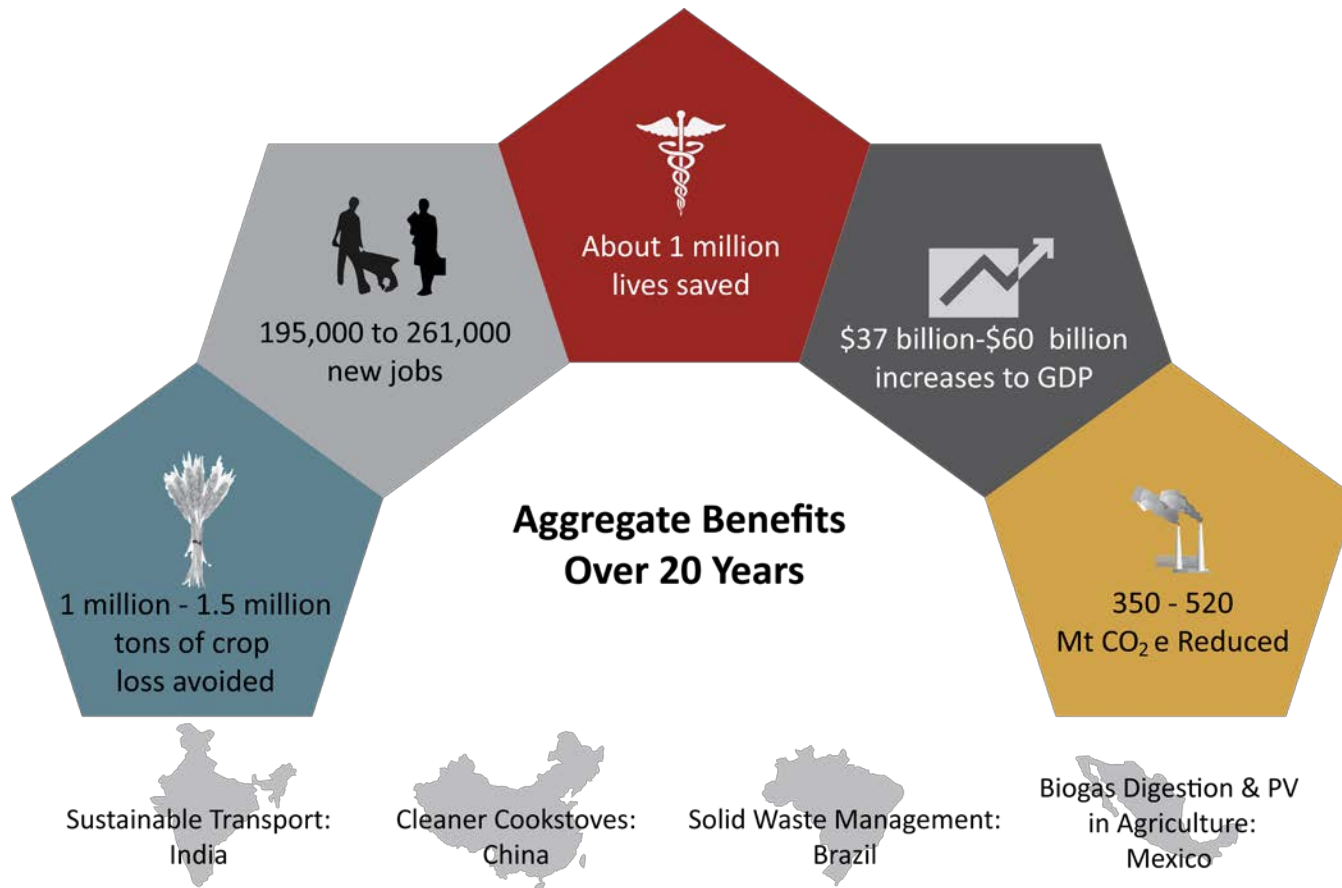
India has been building out public transit projects. Using analysis of one project already underway, the study looked at the impact of scaling up to add **1,000 KM** of new bus rapid transit lanes in **20** large Indian cities and displacing more than **7%** of traffic on those routes.

INDIA TRANSIT PROJECT



Project Case Studies: Overall Findings




Aggregate benefits estimated over 20 years of four development projects





Case studies

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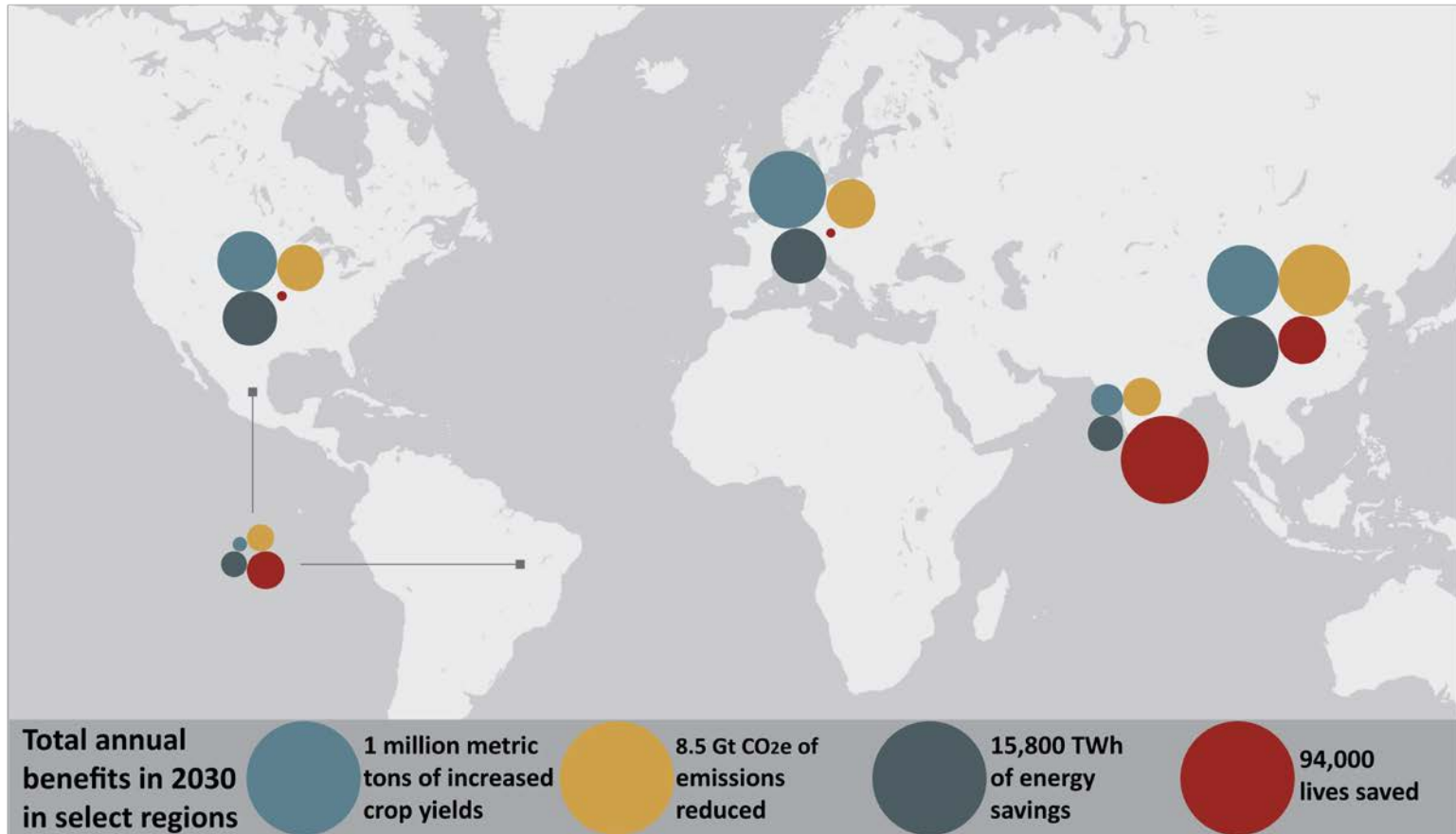
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Policy Case Studies: Overall Findings

Total annual benefits in 2030 of key sector policies in six regions



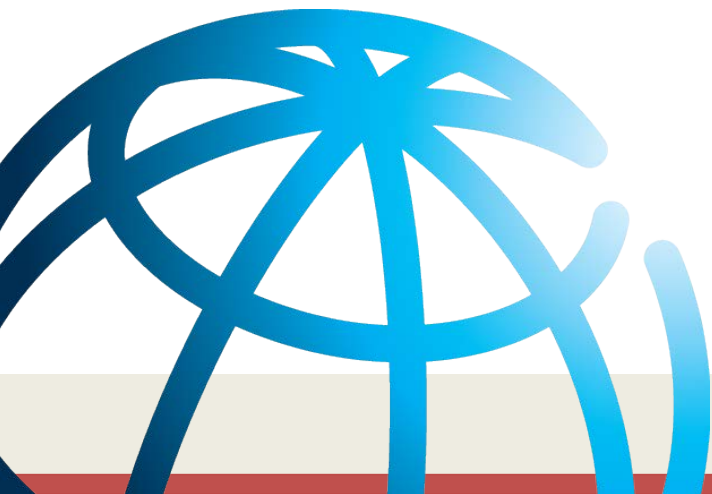
Brazil and Mexico results are combined

Summary

- **Development projects**, if implemented well, holds the promise of delivering multiple benefits, including economic growth and **emission reductions**.
- Similarly, policy actions that are aimed at **reducing emissions** can deliver health, agriculture and other socioeconomic **benefits** - that are **integral to a broader development agenda**.
- **Quantifying** and including these benefits, where possible, can reveal the broader value of projects and policies while **enhancing the economic case for the intervention**.
- Given the rising cost of inaction on climate change, it is imperative that the all benefits of project and policy interventions be included in economic analyses of projects and policies.
- This report shows that **emission reductions and economic development** can be **complimentary** to each other.

Black Carbon Finance Study Group

CCAC Finance Initiative

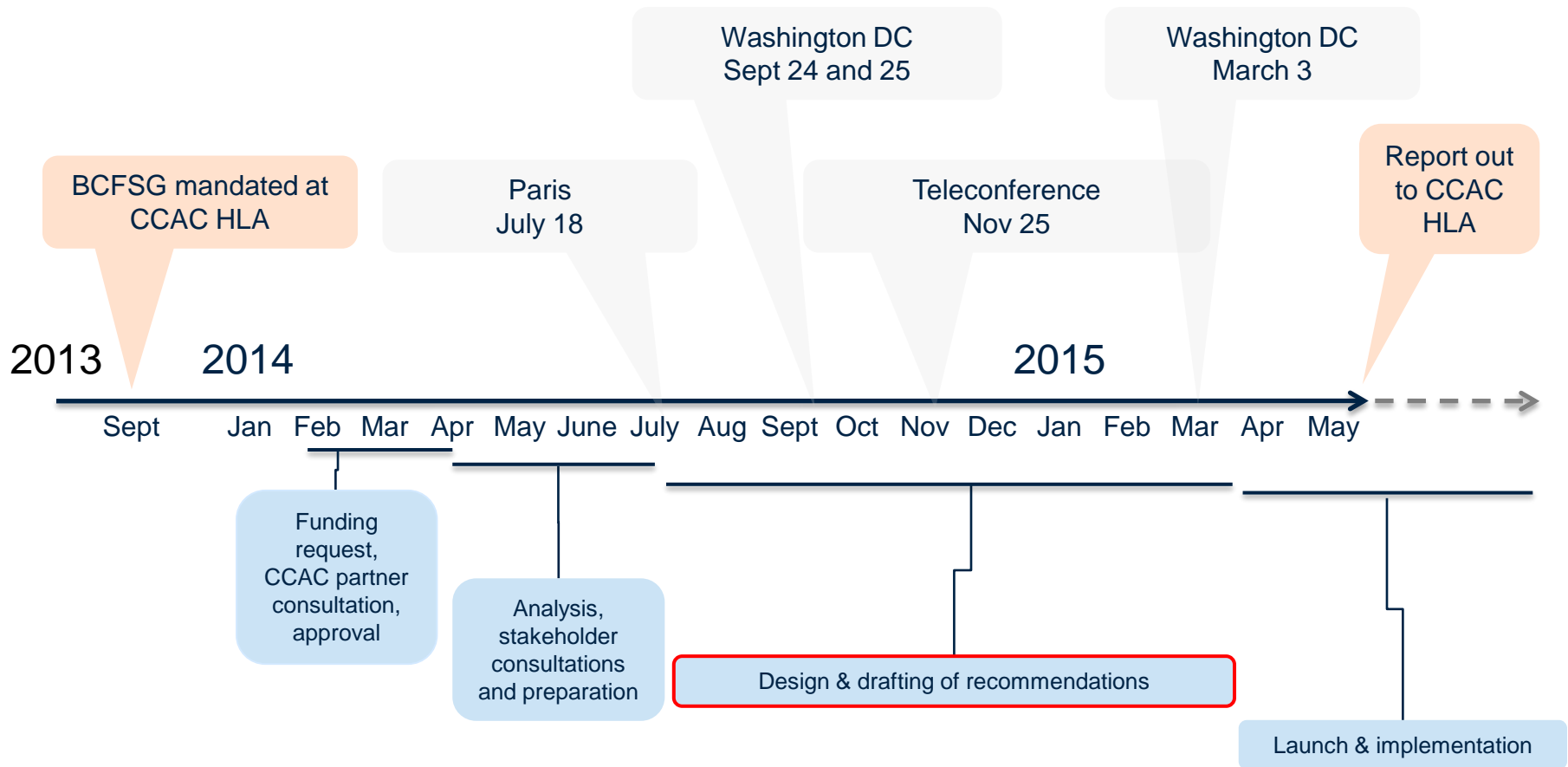




BCFSG mandate

*“To review potential strategies
for supporting financial flows
towards projects
that can significantly reduce
black carbon emissions”*

BCFSG timeline



The BCFSG is an activity of the CCAC Finance Initiative, led by the World Bank and UNEP FI.

Key Messages

Finance for black carbon abatement (specifically) is urgently needed b/c BC is unique in having a short-term impact on health and the climate.

BC does not behave like GHGs: approaches to financing BC abatement need to reflect that—by being context-specific, and by being developed specifically around the realities of BC.

Understanding of BC is sufficient both to justify and underpin immediate investment in a range of abatement activities.

Steps can be taken to build the foundations for scale-up over time.

Report structured around 2 key opportunities

Front matter

Part 1: Sector-specific / near-term

Near-term opportunity:

*To direct financial flows to **sectors** where potential impact and momentum are high, to shift these to lower-black carbon emitting technologies in the **near-term***

Residential
cooking

Diesel
engines

Other priority
sectors

Part 2: Cross-cutting / longer-term

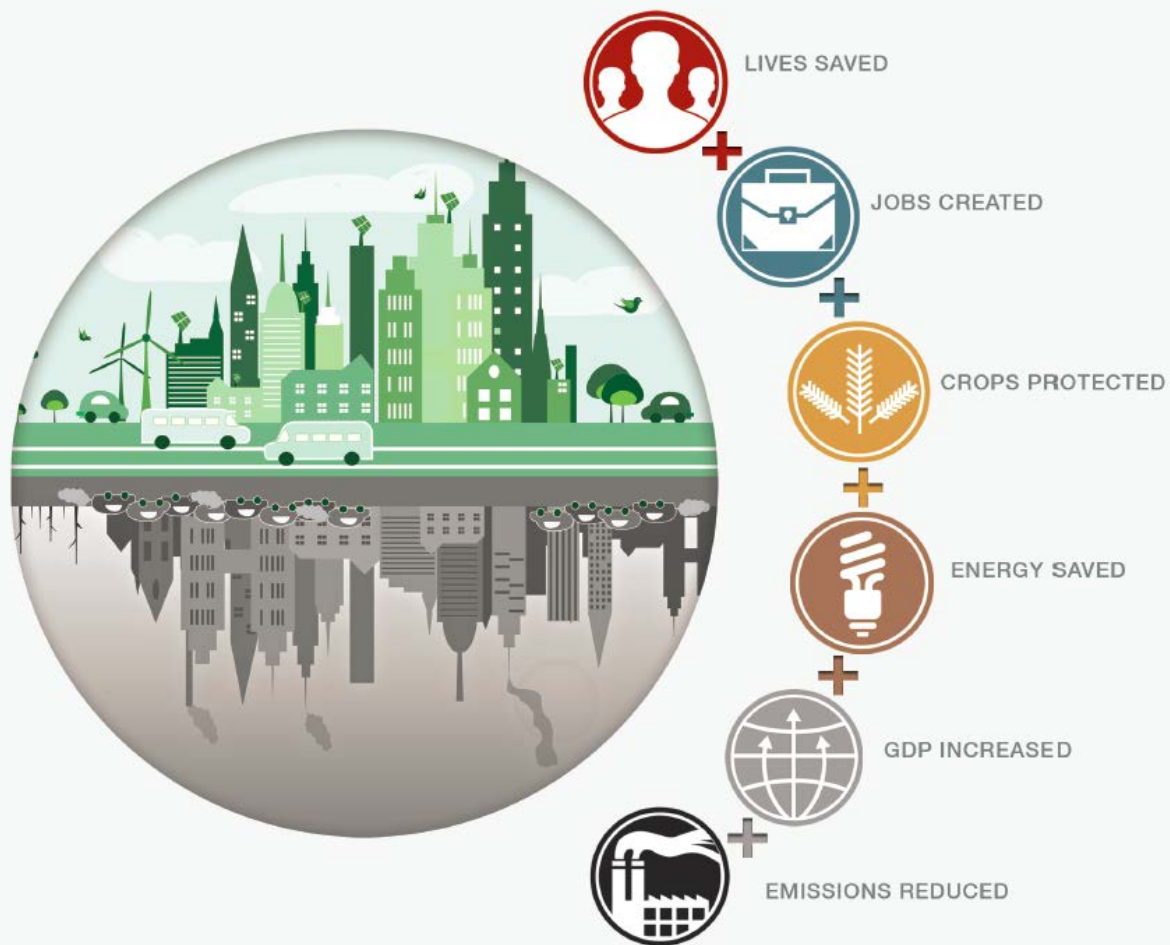
Longer-term opportunity:

*To build the foundations for black carbon finance to unlock investment on a broader **scale** over time*

Performance
measurement

Development
finance

Thank You !



Access the CSD report at <https://openknowledge.worldbank.org/>