



# Supporting local authorities as **key players** for sustainable urban policies

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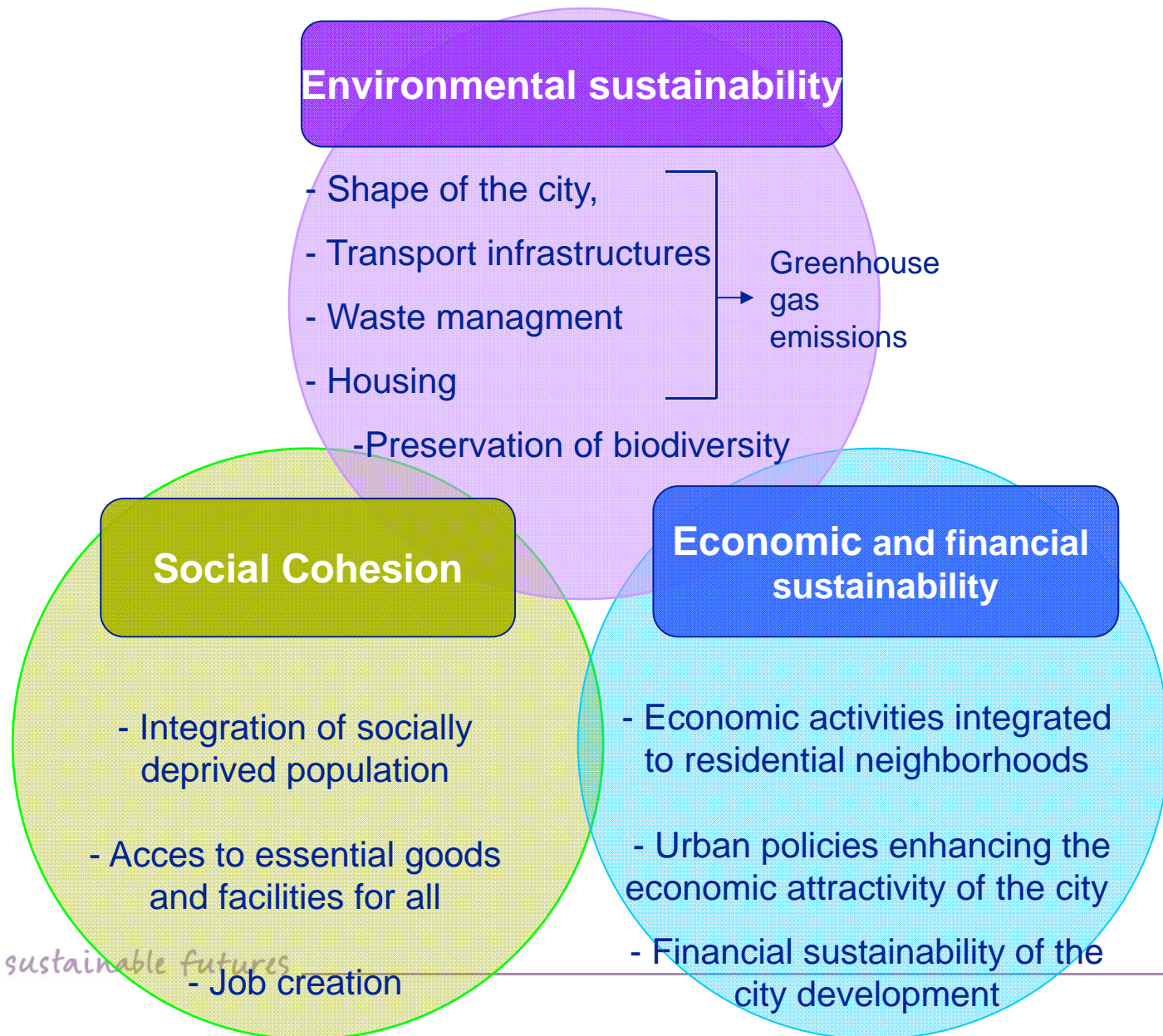
**Istanbul, November 15th**

*développeur d'avenirs durables*

Shaping sustainable futures



# Our vision of the sustainable City



## Supporting cities sustainable urban development

AFD support is dedicated to :

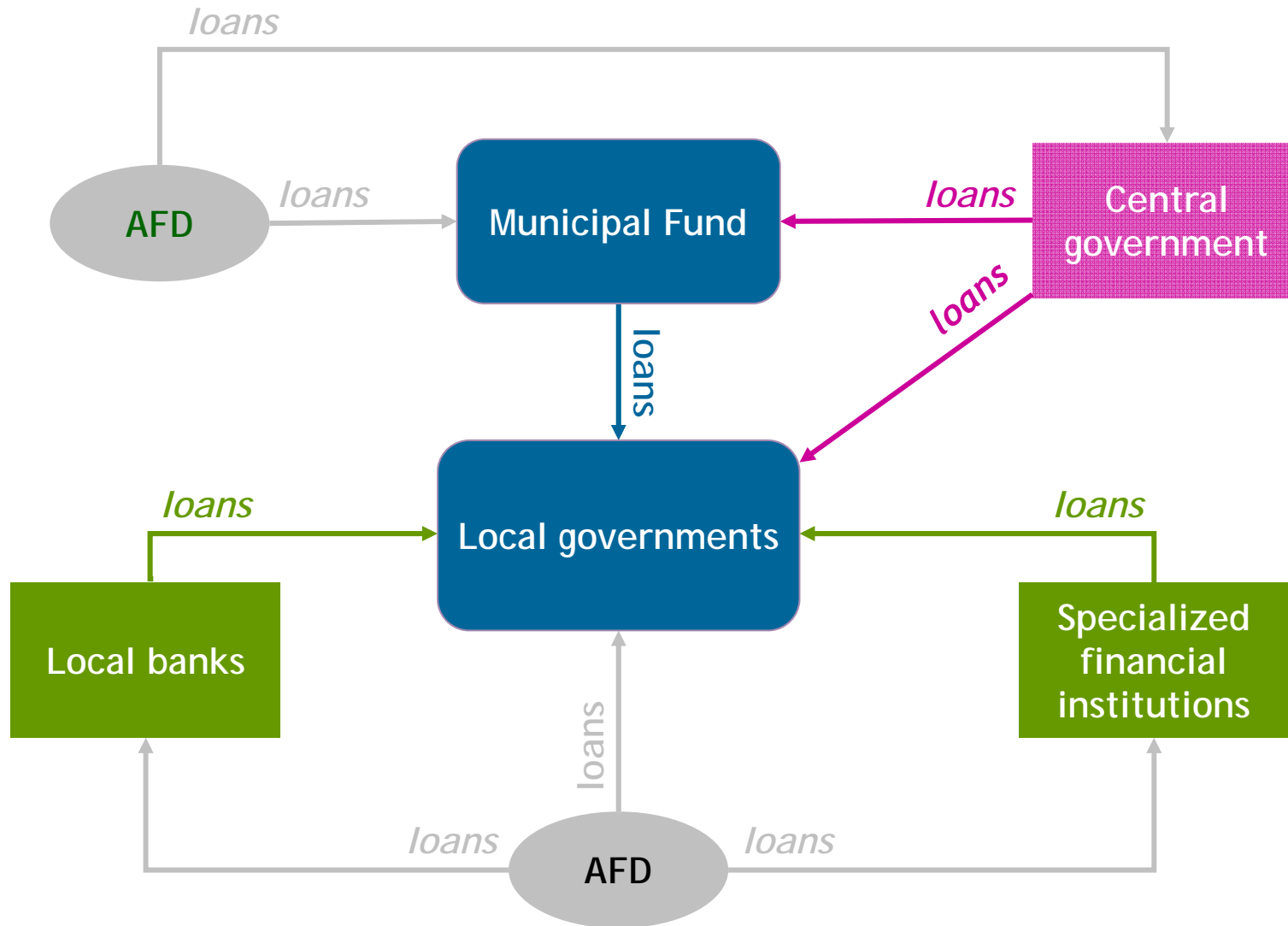
- Capacity building in urban planning and climate change strategy
- Strengthening impacts of green urban development programmes

It combines :

- Financing of a green investment programme through loans
- Technical cooperation adapted to the city needs through mobilization of city to city cooperation, French technical expertise (EE, ER), exchange with French urban operators, etc.

1

## AFD financings to LAs



# AFD Financing to Local Authorities

## Examples of projects financed by AFD

- ✓ **Supporting sustainable development program within a climate change strategy**
- ✓ **Supporting sustainable transport programs (Clean Transportation)**
- ✓ **Supporting infrastructures programs (waste, water, energy)**
- ✓ **Financings through intermediaries (Turkey Denizbank – South Africa DBSA)**

2

## Various examples

# Supporting sustainable development and climate change

## Examples of projects financed by AFD

- ✓ Vietnam – Ho Chi Minh, Da-nang and Can-Tho
- ✓ South Africa – Durban
- ✓ Turkey - Gaziantep: support to GHG emission inventory and to the city action plan (+ financing of the dedicated investment programme)

**Case study: Ho Chi Minh City (20 M€)  
Da Nang / Can Tho (20 M€)**

**Background:**

**Supporting HCMC, Danang and Can Tho sustainable development programs and master plans taking into account adaptation to climate change, a major constraint**

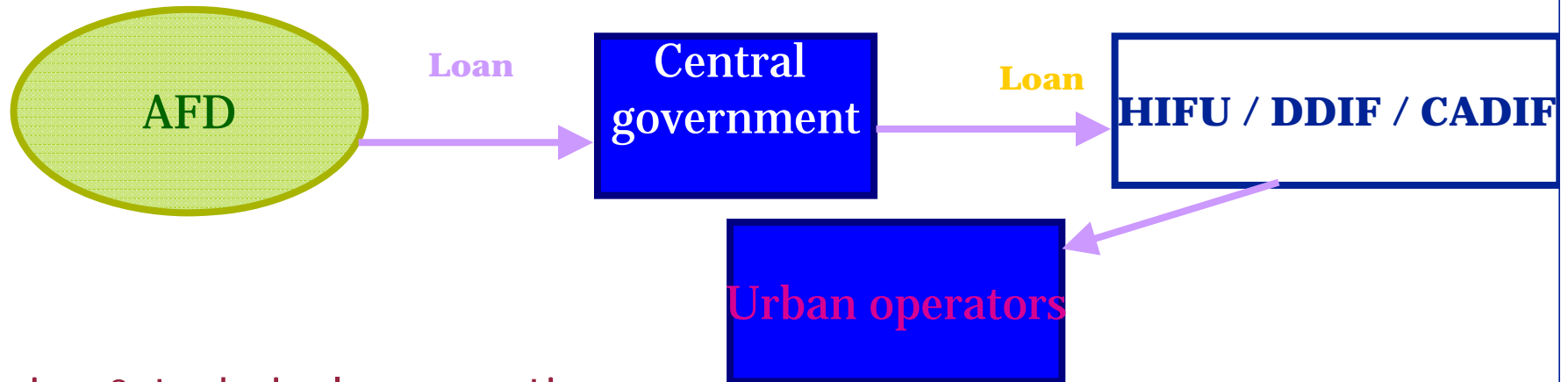
**-> emerging thoughts around climate change at the national level (CCAP)**

**⇒ HCMC: sustainable social housing, waste management**

**⇒ Danang: Climate change action plan**

**⇒ Can Tho: urban planning, sustainable urban projects**

Case study: Ho Chi Minh City (20 M€)  
Da Nang / Can Tho (20 M€)



Financing & technical cooperation

AFD loans to reinforce local financial tools and finance investments in the urban sector:

Financing through the cities urban investment funds: HIFU, DDIF and CADIF, city tools designed to leverage funds from private sector and DFIs

⇒ could be useful tools to attract international climate change funding

AFD provides technical cooperation to cities and investment funds to develop their financial and environmental capacities

# Case study: Durban sustainable development strategy

## Context

- 3rd largest city of South Africa (3.8 million inhabitants), port, industrial
- strong Sustainable Development Strategy launched 10 years ago

## Spatial Development Framework

One important principle : urban edge no urban services beyond the red line.

## Main focus

- public transportation network (rail)
- Fighting against spatial segregation
- Regenerating the CBD, developing activity in the townships

## Case study: Durban sustainable development strategy

The City's goal: implement a water-energy-climate program in order to limit the City's carbon footprint

**Coordination: energy office / financial department**

6 departments are involved: energy, environment, water, housing, finance, planning.

**Intervention: loan + technical cooperation**

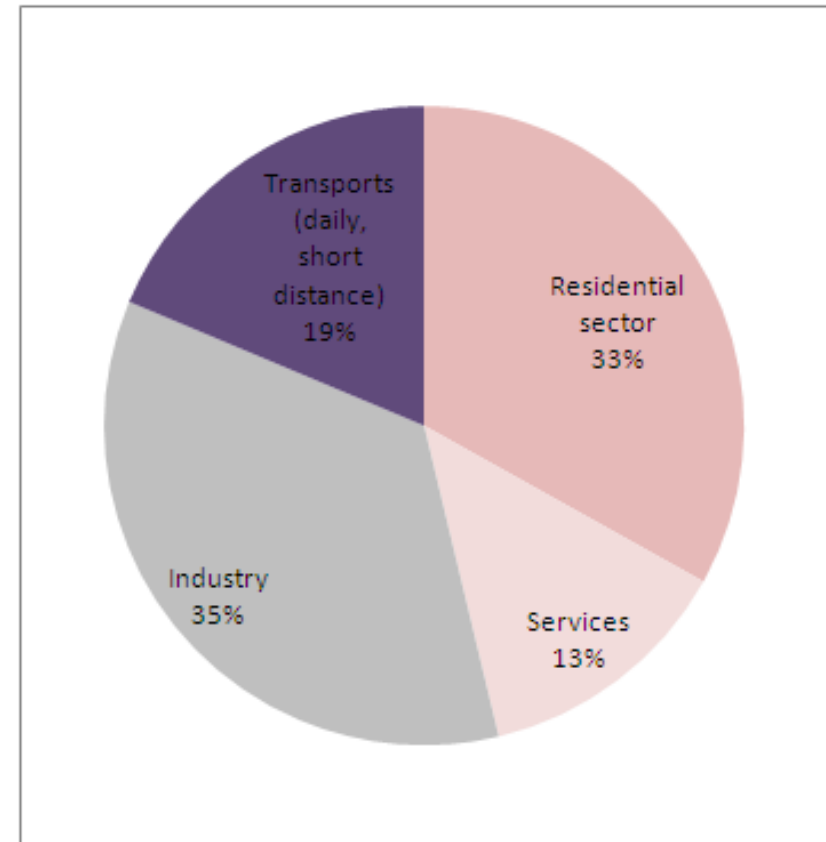
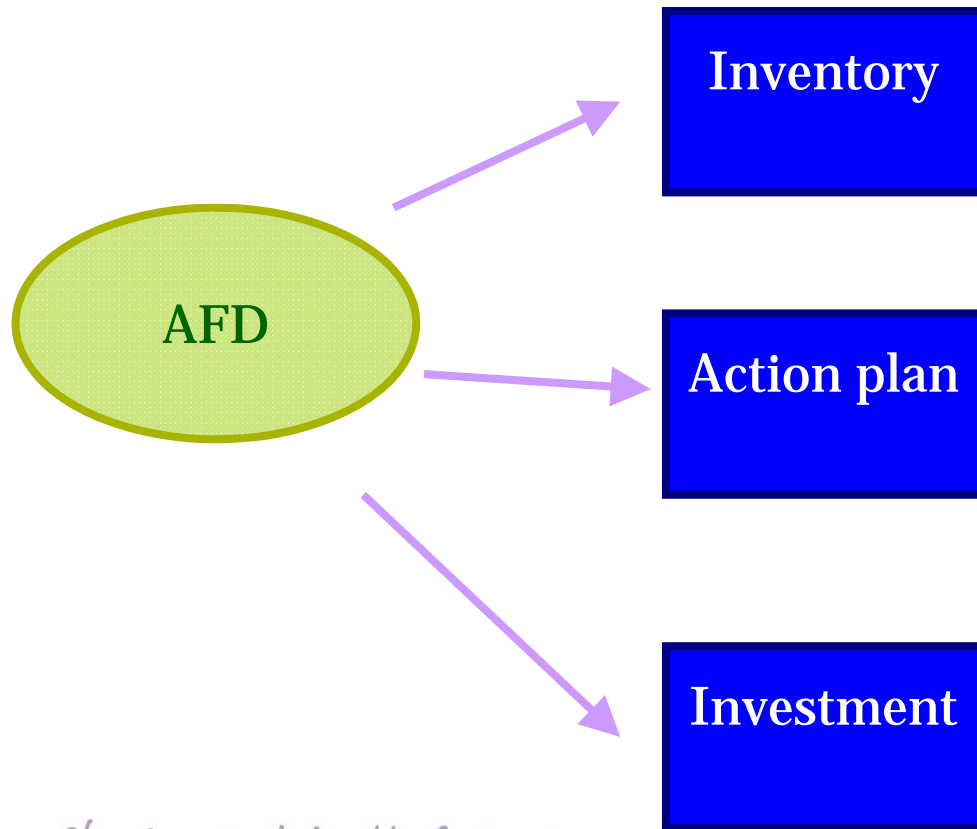
- Direct loan to the City (100 M€ / 250 M€ investment) in local currency (Rand) to finance a sustainable investment program saving CO<sub>2</sub>
- capacity building program (energy efficiency, renewable energy, climate strategy) which will facilitate implementation of the investment program

**Impacts**

- Reduction of CO<sub>2</sub> emission: +/- 250 000 teqCo<sub>2</sub> avoided
- Integration of previously disadvantaged population: water, housing
- Enforce energy efficiency policies

# Case study: Supporting Gaziantep for its action plan sustainable development strategy

In 2010, Gaziantep wanted to launch the first Turkish city action plan sustainable development strategy



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# Support to clean transportation programmes

## Examples of projects financed by AFD

✓ Brazil - Curitiba - support to local environment programme for urban transport and environment (urban biodiversity) - Direct financing to Curitiba with Central Gov. guarantee - 36M€

✓ Colombia - Medellin - social housing and green transport programme - Direct financing to Medellin Municipality - 250MUSD

✓ Turkey - Istanbul : Metro Programme - Direct loan to

MMI 120 M€

*Thank you for your attention*

