

## Low-carbon resilient development

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In short, we know what needs to be done.

# The World Bank supports countries to...

### • Set the prices right

- Fossil fuel subsidy reforms and carbon pricing
- Complementary social policies to protect the poor, and support for the transition: efficient use of the resources created by climate policies.

### Improve energy efficiency

- Performance standards for cars, building (IFC EDGE), light, appliance, ...
- SE4All: double the rate of improvement of energy intensity by 2030

### Support renewable energy and diversify the economy

- SE4All: double investment in renewable energy by 2030

### Land use planning

- Support to city planning and financing
- Support financing of public transit
- The goal of stopping illegal deforestation by 2030 and make 100% of WBG agriculture projects climate-smart by 2018

# Carbon pricing is gaining momentum



Source: State and trends of carbon pricing 2014

# Large co-benefits are also expected... This is about development and well-being

### Climate-Smart Development

Adding up the benefits of actions that help build prosperity, end poverty and combat climate change Reduced air pollution and healthrelated deaths are one of the largest co-benefits of climate change mitigation





(FOR THE REGIONS SHOWN)



# **Resilience and adaptation**



# It is just too risky to assume that climate change will be limited at 2C



# Climate change impacts are increasing rapidly with temperature change



Source: World Bank, 2014, Turn Down the Heat, volume II





Source: World Bank, 2014, Turn Down the Heat, volume III

### Climate change matters most for the poor an example in India (Mumbai)



Income (Rs. / month)	% of all HH (Greater Mumbai)	% Exposed to floods
<5,000	27%	44%
>20,000	6%	1%

So poor people are 10 times more likely to be exposed

In the 2005 floods, poor households in Mumbai lost on average Rs. 7,700 (\$177)

Average annual income: Rs. 8,400 (\$193) Average savings of Rs. 6,900 (\$159).

Source: Hallegatte et al., 2014

### Climate change and poverty dynamics an example in India (Andhra Pradesh)



### Look at Development through a Resilience Lense

#### **IDA 17 Commitments**



IDA CPFs must incorporate climate and disaster risk into the analysis of the country's development challenges and priorities



Screen all new IDA operations for short- and longterm climate change and disaster risks and, where risks exist, integrate appropriate resilience measures



Scale up support to IDA countries for managing climate and disaster risk in development in at least 25 additional IDA countries



Enhance monitoring by expanding climate finance coding system to cover tracking of; piloting a coding system to measure IDA investments with DRM co-benefits

# All IDA projects are now screened for climate and disaster risks

#### Welcome to the World Bank's Climate and Disaster Risk Screening Tools.

These simple, streamlined, self-paced tools use the best available information to help you identify potential risks to your development projects and planning. Use these tools to help ensure the resilience and success of your investments.

#### National Tool



#### **Project Tools**















# We also develop and pilot methods for decision-making under uncertainty

Applying robust decision-making to the water master plan of Sedapal, in Lima, Peru.

Investigating the vulnerability of the plan to various climate change futures (including large warming)





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More on www.worldbank.org/climate