

### National Adaptation Plan (NAP) Country-level training

## Appraisal of adaptation options Timo Leiter NAP Regional Training Workshop

On behalf of



Federal Ministry for Economic Cooperation and Development In cooperation with







Empowered Ilves. Resilient nations.



#### Relocation



### Water management

V

Improved resource use



- Limited resources for implementation
  Financial means, time, institutional capacities, people, etc.
- To assess usefulness and feasibility
  What adaptation benefits would an option bring and how much would it cost? Would it be feasible to implement?
- $\rightarrow$  Selection or prioritization needs dialogue with stakeholders to ensure acceptance
- $\rightarrow$  Agreed criteria assist the process.



- Cost-benefit Analysis (CBA)
- Cost-effectiveness Analysis (CEA)
- Multi-criteria Analysis (MCA)









GIZ (2013): Economic approaches for assessing adaptation options under uncertainty.

- Explains CBA, ECA and MCA
- Excel-Tools for CBA and MCA
- Available on: <u>www.AdaptationCommunity.net</u>
  - Knowledge
    - Mainstreaming
      - Further reading

You are invited to score each adaptation option according to the criteria:

- Availability of know-how for implementation
- cost intensity
- Co-benefits for sustainable development

Use a scale from 1-5:

 1 (worst / most expensive) to 5 (best / highest / least cost-intensive)



#### Example

Adaptation option	Ranking from 1-5					
	Know- how available	Cost intensity	Co-benefits for development	Add criterion		
Integrate adaptation into developmen t planning						



#### Example

Adaptation option	Ranking from 1-5				
	Know- how available	Cost intensity	Co-benefits for development	Alignme nt with NAP process	
Integrate adaptation into develop- ment planning	3	4	4	5	16



## Ranking of adaptation options based on an MCA in preperation of the Netherlands' national strategy for climate adaptation.

Adaptation option	Importance (40%)	Urgency (20%)	No regret (15%)	Co-benefits (15%)	Mitigation effect (10%)	Weighted sum
Integrated nature and water management	5	5	5	5	4	4.9
Integrated coastal zone management	5	5	5	5	4	4.9
More space for water						
Regional water system	5	5	5	5	4	4.9
Improving river capacity						
Risk based allocation policy	5	5	5	5	4	4.9
Risk management as basic strategy	5	5	5	5	4	4.9

Source: de Bruin et al. (2007): Adapting to climate change in The Netherlands:

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## Take home messages

- MCA useful to account for more than just economic criteria
- Can be done in absence of quantitative data
- Need to define each criterion carefully
- Need to decide on weighting of criteria
- Ranking can vary based on criteria selection and weighting
- Appraisal tools inform decisions, they don't provide definite answers



Download of publications, factsheets and webinar recordings on M&E www.AdaptationCommunity.net



## Thank you very much!

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## GIZ Competence Centre for Climate Change







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## **Appraisal of adaptation options**

### **Timo Leiter**

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### Which adaptation options to choose?



Relocation









# Why is it necessary to appraise and prioritize among adaptation options?

#### • Limited resources for implementation

Financial means, time, institutional capacities, people, etc.

#### To assess usefulness and feasibility

What adaptation benefits would an option bring and how much would it cost? Would it be feasible to implement?

→ Selection or prioritization needs dialogue with stakeholders to ensure acceptance

 $\rightarrow$  Agreed criteria assist the process.

## **Decision support tools to selection adaptation options**

- Cost-benefit Analysis (CBA)
- Cost-effectiveness Analysis (CEA)
- Multi-criteria Analysis (MCA)



## Selecting a method for assessing





# Further

## reading

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## Exercise: multi-criteria-analysis (MCA)

You are invited to score each adaptation option according to the criteria:

- Availability of know-how for implementation
- cost intensity
- Co-benefits for sustainable development

Use a scale from 1-5:

 1 (worst / most expensive) to 5 (best / highest / least cost-intensive)

## Example

Adaptation option	Ranking from 1-5								
	Know-	Know- Cost Co-benefits for Add							
	how	how intensity development <i>criterion</i>							
	available	available							
Integrate									
adaptation									
into									
development									
planning									

## Example

Adaptation option	Ranking from 1-5				
	Know- how available	Cost intensity	Co-benefits for development	Alignmen t with NAP process	
Integrate adaptation into develop- ment planning	3	4	4	5	16

## Multi-criteria analysis: an example from

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