



Shaping The Role of Climate Finance For Sustainable Transport – What Are The Levers And How to Make Them Work

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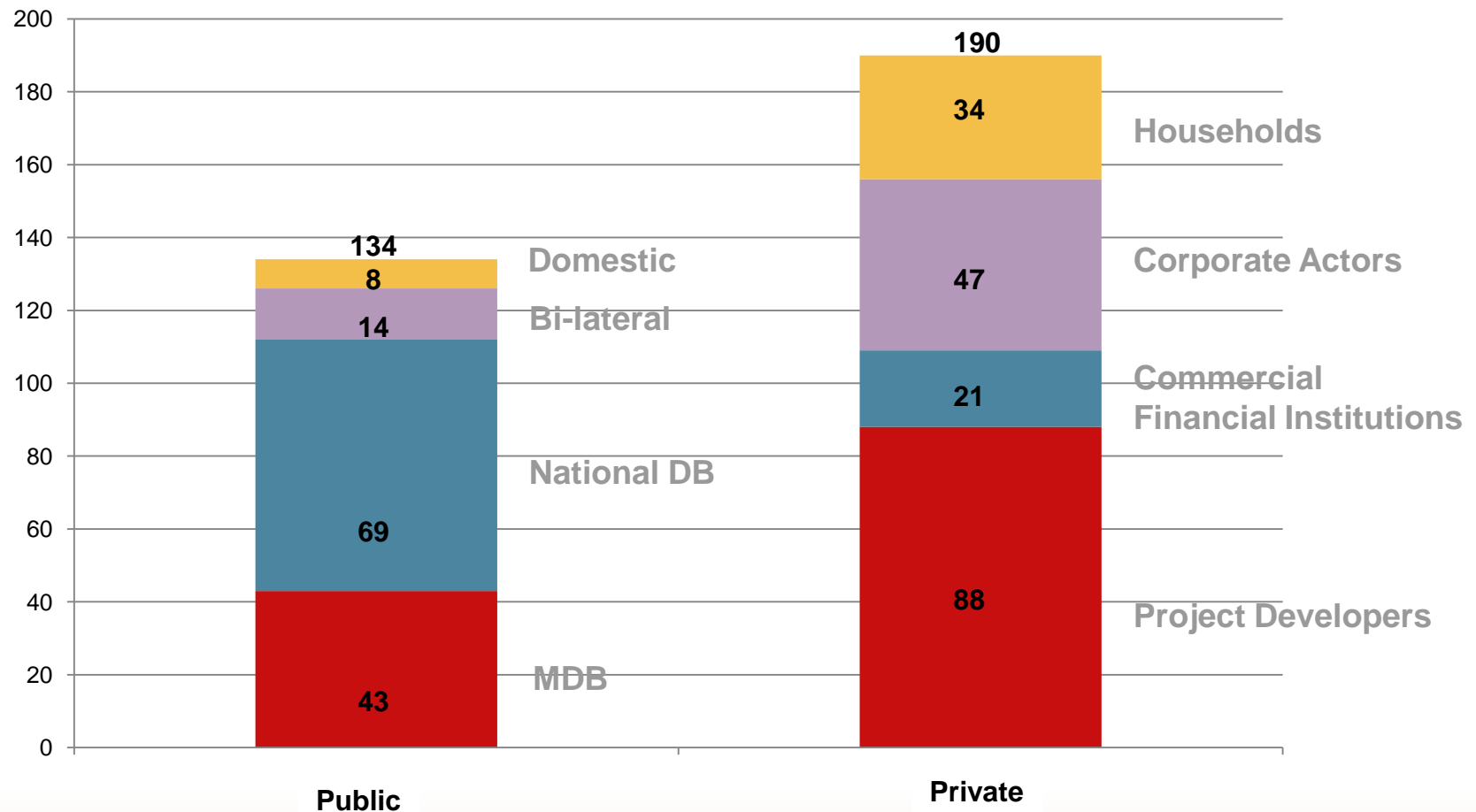


Case Studies

Project	Country	Project Status ¹
Lanzhou Sustainable Urban Transport Project – BRT, nonmotorized, and road improvements	China	Implementation completed
National Public Transport Program – Colombia – funding for local public transportation infrastructure & capacity building	Colombia	On going
Mitigation of Climate Change through Increased Energy Efficiency and the Use of Clean Energy -- E-Trikes	Philippines	On going
Guangdong Green Trucks Project	China	On going
EcoParq On-street Parking Management Project	Mexico	In operation since 2012
Fuel Economy Standards	Chile	Fuel economy labelling complete; development of fee-bate system in progress



The Sources of Climates Finance (USD 330B)



Institutional investors provided USD 1.5 Billion



Barriers to Increasing Investment in Low Carbon Transport

- Commercial feasibility of project
- Unproven technologies
- Inadequate capacity for preparing and structuring projects
- Lack of an enabling policy/regulatory framework
- Financial obstacles to investment
- Weak governance structures
- Small project size



Objectives for Climate Finance

1. Building capacity

2. Catalysing investments

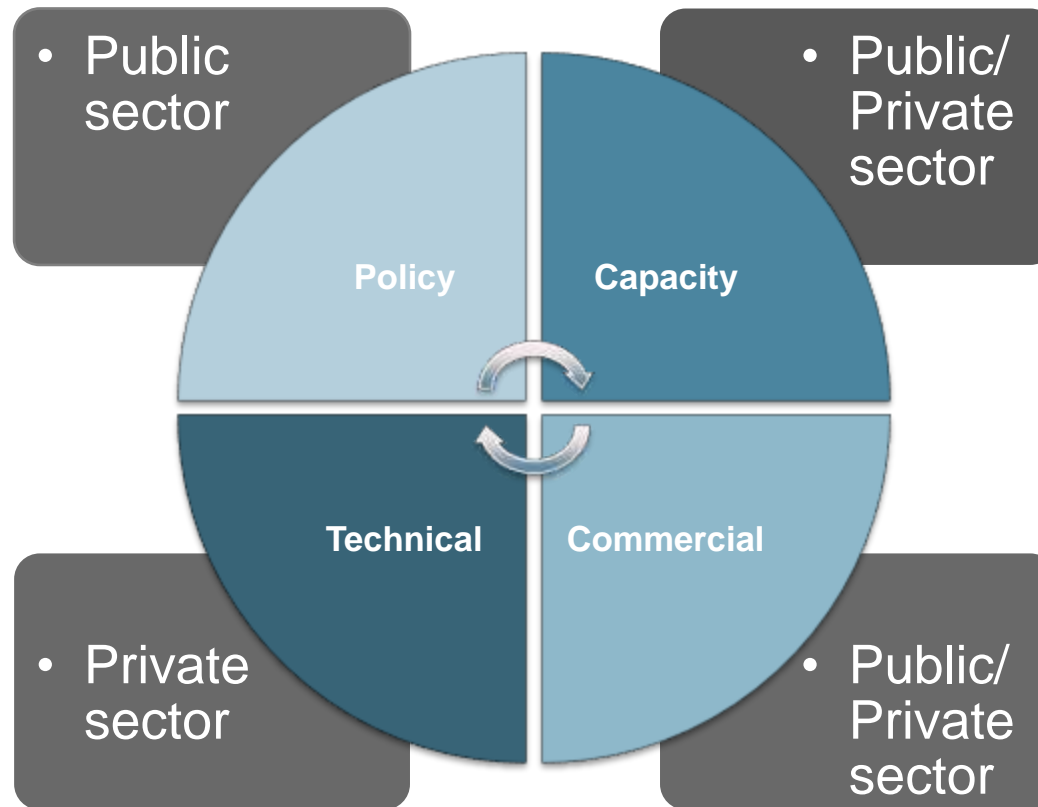
3. Building enabling policy environment and removing barriers to investment

4. Demonstration/pilot projects

5. Financing projects – Identification, Preparation, & Appraisal, Implementation and O&M, MRV

Risks & Roles for Stakeholders in Providing Finance To Stimulate Sustainable Low Carbon Projects

- Policy/regulatory changes
- Inconsistent regulation and/or enforcement
- Nationalization, confiscation or expropriation of assets



- Planning
- Procurement
- Financial services
- Appraisal
- Policy
- Legal

- Tariff risk
- Non-payment
- Exchange rate
- Capital expropriation

ALLOCATE RISKS AND ROLES TO PARTIES BEST ABLE TO BEAR THEM