## Adaptation to Climate Change in the Water Sector

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#### Climate Change and two ways to react



- Climate change as a great challenge for developing and industrialising countries
- Impacts of climate change are visible already today → Climate variability
- Impacts of climate change include
  - Increase of temperature and evaporation,
  - Increase of extreme events like droughts and floods,
  - Sea level rises and melting glaciers,
  - Impacts on water availability and water quality.

#### **Mitigation**

- Reduce emission of green-house gases like CO<sub>2</sub> and CH<sub>4</sub>
- Objective: Reduce scope of climate change



#### **Adaptation**

- Reduce climate-related vulnerability
- Increase adaptive capacity
- → Enables people and ecosystems to cope better with the impacts of climate change

#### Adaptation in the international context



- Since COP 15 (2009) in Copenhagen, adaptation to climate change has become increasingly relevant
- Green Climate Fund agreed at COP 16 (2010) in Cancun to provide USD 100 billion per year by 2020 for mitigation and adaptation in developing countries
   → Implementation still to be defined
- Adaptation financing is still low compared to mitigation, but increasing
- Besides multilateral funding, significant bilateral financing is available
- COP 17 (2011) in Durban:
  - National Adaptation Plans (NAPs) for LDCs and other developing countries,
  - "Work program on loss and damage" for climate related damages,
  - Adaptation committee.

#### Frankfurt Water Symposium: Adaptation in Action



- February 2-3, 2012 at KfW premises
- More than 80 participants from over 20 countries
- Project market with different adaptation projects

#### Key messages:

- Climate adaptation is becoming more and more important for German Development Cooperation.
- If mitigation is about energy, adaptation is about water.
- Mainstreaming is the key to climate proof adaptation projects.
- Adaptation is crucial, but also financing for current climate variability.
- Cooperation with the scientific community is useful and necessary.

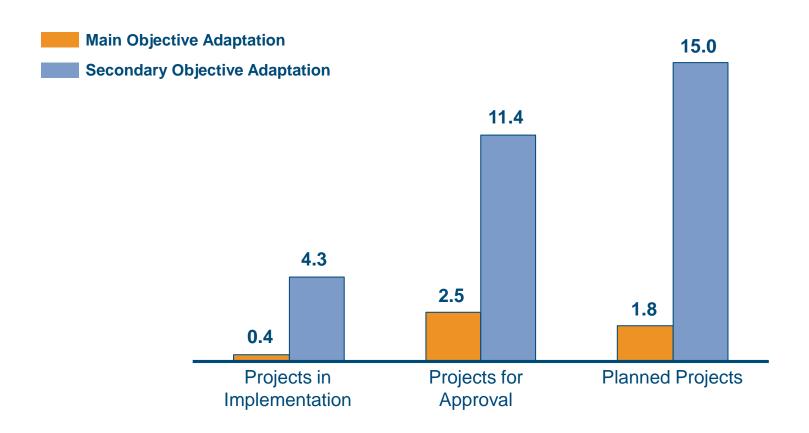




## Conclusion 1: Climate adaptation is becoming more and more important for German Development Cooperation



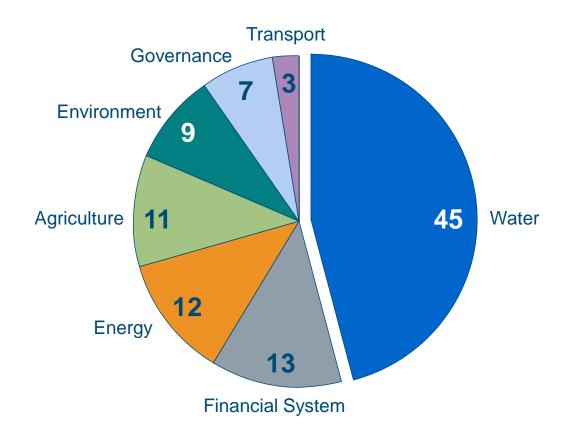
Share of KfW Climate Adaptation Projects 2011 (in %)



### Conclusion 2: If mitigation is about energy, adaptation is about water



New commitments 2011 with main or secondary objective adaptation to climate change (in % per sector)



### Conclusion 3: Mainstreaming is the key to climate proof adaptation projects



- BMZ guideline: All projects are subject to an environmental and climate check (since January 1, 2011).
- KfW Manual: Sector specific climate assessment as standard procedure during appraisal.

#### Step 1: Screening

Step 2: In-depth Assessment

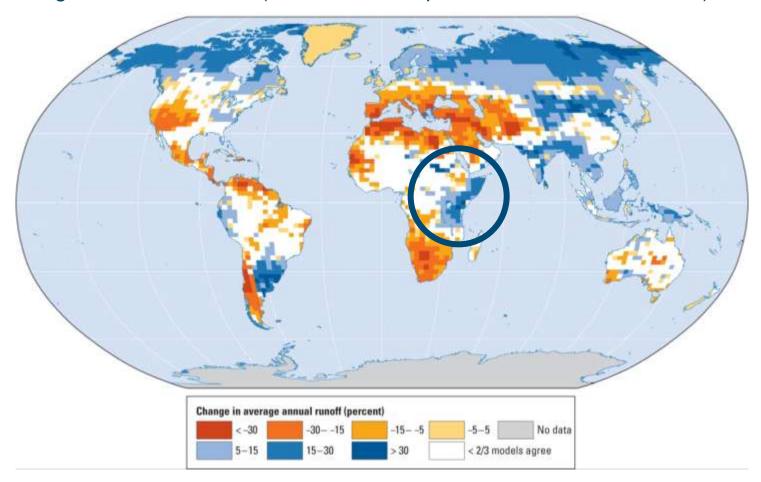


- Step 1: Is planned project at significant risk of being substantially negative affected by climate change?
- Step 2: Compilation and analysis of past, current and projected climate development and its impacts on the project.
- Outcome: Identified adaptation activities are integrated into the project → Project is "climate proof".

## Conclusion 4: Adaptation is crucial, but also financing for current climate variability



Changes in annual runoff (2041-2060 compared with 1900-1970, in %)



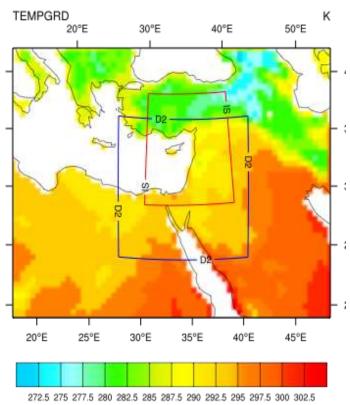
Source: Sources: Milly and others 2008; Milly, Dunne, and Vecchia 2005; World Development Report 2010

### Conclusion 5: Cooperation with the scientific community is useful and necessary



 KfW cooperates with the scientific community on adaptation methods and concepts in order to guarantee good quality project preparation and implementation:

- Preparation of Climate Fact Sheets for selected countries together with the German Climate Service Center.
- Regional climate studies, e.g.
  in the Nile Equatorial Lakes
  Region and for the Figeh Spring
  close to Damascus.
- Adaptation related scientific network will be established.



### Case Study: Adaptation to climate change in Jordan's water sector



# Challenge

- Extreme and increasing water shortages
- Overexploitation of water resources
- Existing climate projections indicate increasing drought and more extreme precipitation
- Lack of climate monitoring data



# Approach

- Existing activities like water loss reduction and reuse of treated wastewater contribute to relieve pressure on water resources
- Improvement of hydrological and meteorological measurement, e.g. concerning groundwater levels
- Climate adaptation options study and vulnerability assessment

## **Effects**

- Robust climate data contribute to improve climate change projections
- Activities are better targeted at adaptation to climate change



## Case Study Sahel: Cooperation with West African Development Bank (BOAD)



# Challenge

- In the Sahel region of West Africa, climate change is **intensifying droughts and heavy rain** events
  - Resource degradation
  - Declining agricultural productivity
  - Destruction of infrastructure

# Approach

- Grants to BOAD (EUR 10.6 million) to allow interest subsidies for loans in the areas of:
  - Agriculture / Natural resources management
  - Drainage & Flood protection
- Building up capacity of BOAD in order to fund national climate adaptation projects
- Science cooperation & impact monitoring



- Reduced vulnerability of the population through:
  - Adapted resource management
  - Improved food security and nutrition
  - Improvement and protection of infrastructure





#### **Thank You for Your Attention!**



