Linking Cities to Finance:

Bridging the gap between planning and implementation of urban infrastructure investments

Cities Development Initiative for Asia
Bridging the urban infrastructure investment planning and programming gap

- Cities often have macro-development strategies and spatial plans, but city infrastructure projects to implement them are often not adequately defined and prepared for financing.

- Particular issue for the 1,100+ medium-sized cities in Asia’s developing countries with populations of 250,000 to 5,000,000.

- Difficult to use standard feasibility study instruments for these purposes – need for an additional instruments -> Cities Development Initiative for Asia.
The **CDIA partnership** established in 2007 is jointly managed by ADB and GIZ and financially supported by ADB, BMZ, Sida, Government of Austria and the Shanghai Municipal Government with about $58 million (2007 – 2012 phase).

CDIA is **assisting medium sized Asian cities to bridge the gap between their development plans and financing of their infrastructure investments**, with emphasis on:

- Urban environmental improvement
- Urban poverty reduction
- Climate change mitigation or adaptation
- Improved governance
CDIA Focus Area

Infrastructure Investment Project Cycle

Up-stream

City Development Plan/Strategy

Infrastructure Investment Prioritization

Pre-Feasibility Studies

Linking projects to financing

CDIA Focus Areas

Down-stream

Feasibility Study

Financing Arrangements

Project Implementation

Operation & Maintenance
Implementation Status (February 2012)

- Approved support applications for 40 cities in 13 countries including 63 Pre-Feasibility Studies (PFS)
- 33 PFS and 2 urban infrastructure investment programs completed in 21 cities
- Estimated infrastructure investment value of projects under preparation about $5 billion - CDIA inputs represents approx. 0.25% of this
- Potential sources of investment financing identified in all approved cases, firmed up for 12 PFS in 9 cities
CDIA Interventions by Sector (PFS)

- Urban Transport: 31%
- Flood and Drainage: 18%
- Wastewater: 11%
- Urban Renewal: 11%
- Solid Waste: 13%
- Water Supply: 10%
- Energy Efficiency: 1%
- Slum Upgrading: 5%

Efficient transport systems
Flood management
Solid waste management
Cities Development Initiative for Asia
Suites 202-203, Hanston Building
Emerald Avenue, Ortigas Center, Pasig City 1600
Metro Manila, Philippines

www.cdia.asia