# Green Financing for Cities

#### National Government

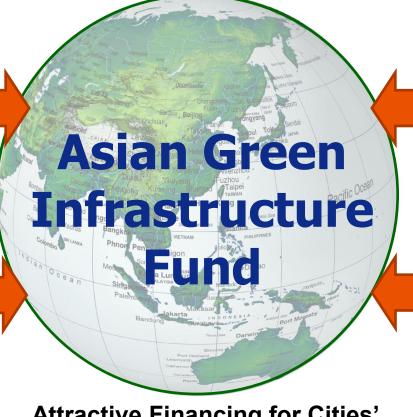
- Viability Gap for PPPs
- Tax Incentives
- Enabling Laws & Regulations
- FX Cover

#### ADB + Global Funds • Debt / Equity

- Longer Tenor Funding
- Project Financing → Refinanced with Private Sector

### Credit enhancement

- Partial Loss Guarantee
- Political Risk Guarantee



Attractive Financing for Cities' Green Infrastructure Projects

#### Co-Financing from Private Investors:

- •Local private sector banks
- Pension funds
- Insurance funds
- Islamic investors

#### Specialist Green Investors / Donors •Social impact investors •NGOs •Corporations (CSR)



## Implementation challenges ..... will require

- Coordination between multiple government agencies, private sector, community organizations and citizens
- Adaptive management approach where the actions can be modified if needed (based on monitoring, evaluation of baseline data, and citizen feedback)
- Capacity building and project management efforts
- Knowledge of funding sources and facility to raise capital
- Tools and database to monitor plan implementation



## Who can participate

- Currently implemented in Southeast Asia countries
- Cities who are committed to work with ADB in long term (15-20 years)





Look forward to a strong partnership for **Green Cities** REG-TA-8314 (Vietnam), **TA-xxxx** Indonesia (TA-7626 (Malaysia) **GREEN CITIES TEAM: GREEN CITIES TEAM:** Sonia Chand Sandhu Paul van Klaveren Sr. Environment Specialist ssandhu@adb.org

#### Ramola Naik Singru

Sr. Urban Development Specialist Consultant

Sr. Urban Development Specialist pvanklaveren@adb.org

Siti Hasanah Sr. Urban Development Officer shasanah@adb.org

