Cities Development Initiative for Asia
Investing in Asia's urban future

5th High Level Seminar on Environmental Sustainable Cities

Insert name of presenter/s, country venue, and date (day month year format)
What is CDIA?

CDIA is an international partnership initiative, established in 2007, by the Asian Development Bank and the Government of Germany, with additional core funding support from the governments of Sweden, Austria, Switzerland, and the Shanghai Municipal Government.
CDIA provides assistance to Asian cities to bridge the gap between their development plans and the implementation of their infrastructure investments.
CDIA supports the identification and development of urban investment projects and links them with potential financiers.
Why CDIA?

Over the next 20 years, Asian cities must be ready to provide infrastructure and services to an expected 1 billion additional people if economic growth and competitiveness are to progress …
Finding Solutions

Cities often have macro-development strategies but city infrastructure projects are not related to them. Bridging the gap requires city-wide investment planning & pre-feasibility project structuring. Cities’ government capacity need to be strengthened.

Managing cities in this context requires:

- New forms of engagement with cities
- New approaches to financing

**Alternative financing sources for urban infrastructure projects**

- Capital markets
- Private institutional investors
- Multilateral, bilateral, and export credit agencies
- Domestic financial institutions
- Asset leverage (land)
- Private sector participation (including joint ventures)

*Source: KPMG Analysis*
Understanding these challenges, an increasing number of cities are requesting assistance from CDIA to help close the gap that exists between a city’s development plan and well-formulated projects required by financiers.
CDIA Focus Areas

Infrastructure Investment Project Cycle

**Bridging the Institutional Gap**
Strengthen CDIA as a catalyst for innovation

City Development Plan/Strategy

**Bridging the Planning – Financing Gap**
Moving from planning to prioritized sustainable infrastructure investments, to securing financing

Infrastructure Investment Prioritization
Pre-Feasibility Studies
Linking projects to financing

Feasibility Study
Financing Arrangements
Project Implementation
Operation & Maintenance

**Bridging the Capacity Gap**
Strengthen the mechanisms to develop city capacities to prepare environmentally responsible, pro-poor and gender sensitive infrastructure investment projects
Pre-feasibility Study Sectors

- **Energy Efficiency**: 6%
- **Slum Upgrading**: 3%
- **Social Infrastructure**: 1%
- **Urban Transport**: 26%
- **Solid Waste Management**: 13%
- **Flood & Drainage Management**: 19%
- **Urban Renewal**: 13%
- **Wastewater Management**: 11%
- **Water Supply**: 8%
What can CDIA do for your city?

Local institutional capacity strengthening through “on-the-job training” related to infrastructure investment planning and programming and project development.
CDIA uses tools to assist cities meet their urban planning and infrastructure goals.

**CIIPPP**
The City Infrastructure Investment Programming and Prioritization Toolkit assists cities in undertaking a more structured approach to urban infrastructure planning, prioritization, and programming.

**PFS**
The Pre-Feasibility Study Guidelines assist cities and consultant teams in formulating integrated, inclusive, and sustainable infrastructure projects.

**PPP**
The Public-Private-Partnership Guide for Municipalities offers cities a basic understanding on where to begin a PPP process for the implementation of their strategic infrastructure investments.
CDIA City Interventions

57 Cities
85 PFS
59 PFS completed
38 PFS linked to finance
Infrastructure Investment Value (Expected)

7.3 Billion US$

Construction
4.6 Billion US$