



The Role of IFIs in relation to Public and Private Sectors

OSCE PRESENTATION

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## Environmental legacy of under-investment

Water services were free in planned economies but State subsidies removed after 1991

15 years of serious under-investment hence old and deteriorating infrastructure

Human health affected by poor services

Major source of surface water pollution

Users not accustomed to paying for services – so water use not rational

Tariff reform for reduced wastage and sustainable service levels



## Outcomes of EBRD investments



EBRD has financed over 50 water and sanitation projects in the last decade

This amounts to a total investment portfolio of €870 million

These investments benefit 30 million people, almost 10% of the population of the EBRD region



## Three Roles



- **Impact**
  - Transition/ poverty alleviation/ development
  - Invest in projects/ budget support
  - Conditionality
  - Standards (environment/social/governance/procurement) etc
  - Demonstration effects
- **Assurance**
  - Standards
  - reporting /transparency
  - Recourse mechanism
- **Engagement**
  - Governments
  - Private sector
  - CSOs

# Impact

## Sustainability Impact

- [Energy and climate change](#)
- [Greenhouse gas assessment 2012](#)
- [Water and waste management](#)
- [Safer roads](#)
- [Occupational health & safety](#)
- [Gender: promoting better access for women](#)
- [Nuclear safety](#)

## Impact: Reducing GHGs

### GHG Assessment for 2011\*

	Number of projects assessed	GHG impact (million tonnes CO <sub>2</sub> e/year)
Renewable energy	13	-1.6
Energy efficiency	13	-1.4
Energy efficiency with capacity expansion	3	-1.5
Renewable energy and energy efficiency funds and credit lines	13	-1.8
Greenfield projects	2	+0.2
<b>Total</b>	<b>44</b>	<b>-6.1</b>

*A changing portfolio:*

- Sustainable Energy Initiative: €8.8 billion, 46 million tonnes CO<sub>2</sub> reduction since 2006
- RE and EE 29% of business volume in 2011
- Fewer large greenfield (CO<sub>2</sub> emitting) projects

\*Out of 380 signed projects

*EBRD investments forecast to be GHG-neutral or better in each of the last 6 years.*



## Northern Dimension Environmental Partnership: Wastewater projects in Russia

Approved NDEP projects will reduce nearly 30% of total annual phosphorus load into the Gulf of Finland, proposed NDEP projects yielding additional 6 % reduction

NDEP reduction of phosphorus load into the Gulf of Finland is estimated to achieve 30% decrease in the phytoplankton biomass in the Neva Bay as well as 10% decrease in a wider area in the Gulf of Finland

NDEP projects will achieve more than half of Russia's phosphorus reduction commitment under BSAP 2007

Phosphorus reduction on NDEP projects is at least 3-5 times cheaper than in Finland

R1



R1 Motorway Slovakia



## Transport



## Capacity Building FIs



Since 1994 - over 300 + FIs trained in EBRD COOs

In 2012 – over 480 Trade Finance officers from 180 FIs

Mostly FI-specific

- Tailored procedures

Some product specific group training

Target audience = credit risk departments, HR/training departments and CEOs

Delivered by:

- Consultants (mainly)
- Bank Environment Staff
- Training provided free of charge to FIs who need priority assistance to implement the EBRD's E&S requirements

## EBRD'S E&S E-learning courses



<http://ebrd.coastlinesolutions.com/>

## Gender: EBRD approach

1. Access to Services
2. Access to Employment
3. Access to Finance



## Services :Gender projects in Municipal projects



**Bishkek Water**

**Bishkek Trolley Buses**

**Sfantu Gheorghu**

**Ivano Frankivsk DH**



Projects planned:

- Osh Transport
- Almaty Buses

## Employment: Equal Opportunities



**IDO**

**Petrom**

**Olivaria**

**Bishkek Advisory Services**

**RusHydro (under preparation)**





## Access to Finance



Dedicated credit lines for work

Yapi Kredit



Garanti Bank



## Transport



## Transport



## Industrial



## Industrial



## Health and Safety



## SlovSEFF Project



## SlovSEFF Project



## Assurance

## Assurance

- Environmental and Social policy
  - Performance Standards
- Disclosure of E&S Information prior to Board
  - 120 days for public sector Cat A projects
- Monitoring of commitments
- Public Complaints Mechanism
  - Problem-solving
  - Compliance review
- Evaluation and Audit



# Engagement



## Engagement

- Project affected people
- Over 400 consultations with CSOs in 2012
- Themes
  - Projects
  - expansion to the SEMED region
  - political aspects of the EBRD mandate
  - energy sector investments
  - the EBRD's first Mining Operations Policy
  - review of the Evaluation Policy and of the Project Complaint Mechanism.

## Thank You

