BOOSTING INTERNATIONAL COOPERATION ON WATER CHALLENGES
Role of public development banks in unlocking water and sanitation investment - AfDB Response

9th World Water Forum DAKAR

22 March 2022
1. Sector Financing Challenge

- WASH = 23.4% of total infrastructure investments in Africa

- Minimum **financing needs for WASH** estimates at $56-$66 bn/year

- Average commitments for WASH is $11 bn per year (2012 – 2017)

  - Financing gap is 81%

  Sanitation financing as a proportion of WASH expenditure can be as low as 2% and typically under 40%

*Source: ICA, 2018. Infrastructure Financing Trends In Africa – 2017*
2. AfDB
*Sector Policy
*Sector Strategy (2021-2025)

Key Strategic Pillars (SPs) to promote financing

OP4: Reform and strengthen enabling environments for WASH services

OP5: Innovative financing and partnerships including private sector participation (PSP) to increase sustainable access to water supply, sanitation, and hygiene services

OP6: Increase access to and use of improved water supply through sustainable and resilient infrastructure investments and quality delivery of services
3 - Support Operations

**Sovereign** upon Regional Member Countries’ demand

- Grants, concessional and non-concessional loans for investments in WASH infrastructure development and institutional capacity development.
- Helps mobilize climate funds
- Between 2010 and 2020, Bank invested $6.31 b in WASH services delivery.

**Non-Sovereign**

- New approach within the Sector
- Growing pipeline these last year
- Some successful deals: Bulk water supply / Kigali
4. Strategic Partnerships and Coordination Activities

Partnerships to advance **Knowledge** and sharpen the Bank's analysis of the latest trends

Partnerships to advance **Advocacy**

Partnerships for **Finance** to support country-level and regional programming
5. Water Sector Initiatives to increase investment

AFRICA WATER FACILICY

Strong partnership for leveraging

STRATEGY

Project Preparation (60%)

Strategic Priority 1

Catalytic Investments (20%)

Strategic Priority 2

Investment Promotion (10%)

Strategic Priority 3

Water Governance (10%)

Strategic Priority 4

Flagship PROGRAMS

1. AUSIF CWIS

Project preparation, Catalytic investment, Investment Promotion (AUSI Funds)

2. CLIMATE-RESILIENT WATER SUPPLY AND SANITATION

Strengthen the recovery through building-back-better and green, climate-resilient investments in water, sanitation, and water resources management activities in the Sahel and the Horn of Africa
THANK YOU

African Development Bank Group
Avenue Joseph Anoma
01 B.P. 1387 Abidjan 01
Côte d’Ivoire
www.afdb.org