

# The GEF Looking Forward



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# **Outline of Presentation**

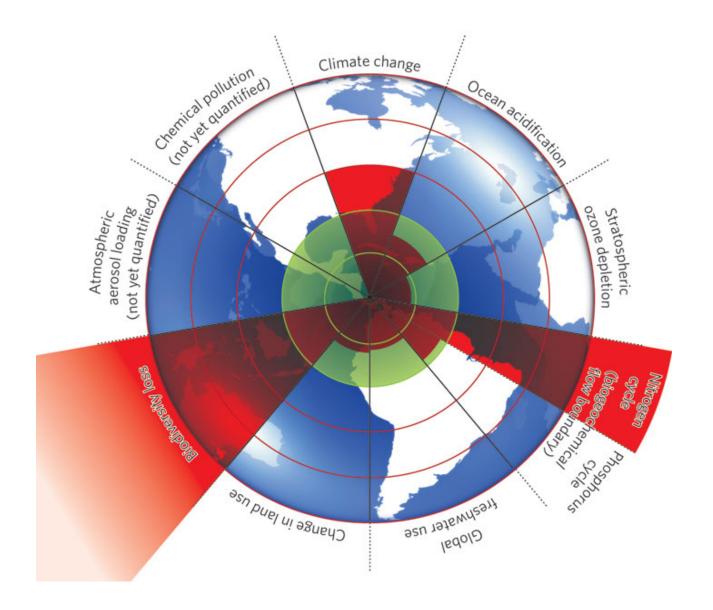
1. Big picture: Why is the Global Environment in crisis?

2. What is the GEF and how are we helping?

3. Looking ahead: How can we do better?

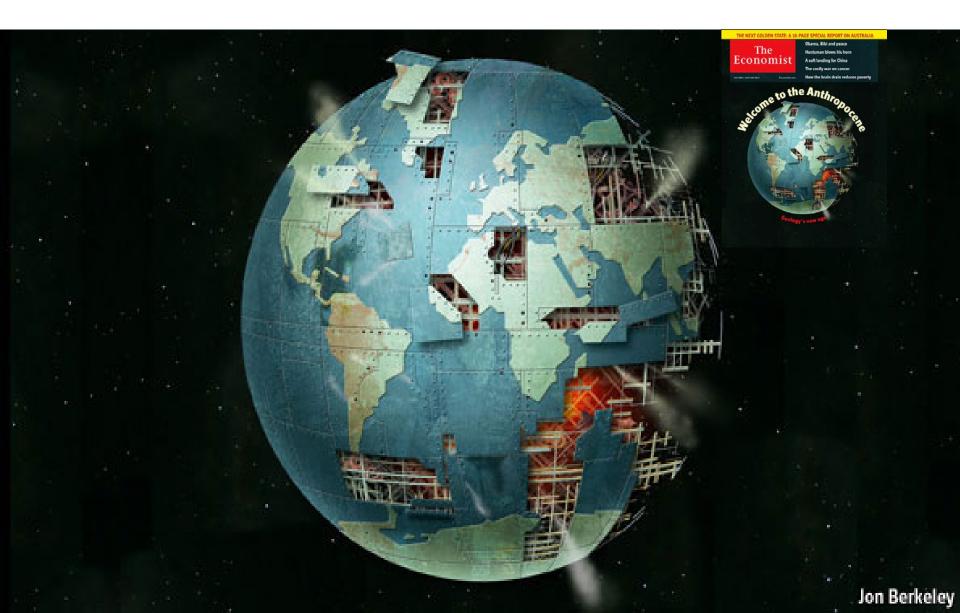
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# **Transgressing the Safe Operating Space**



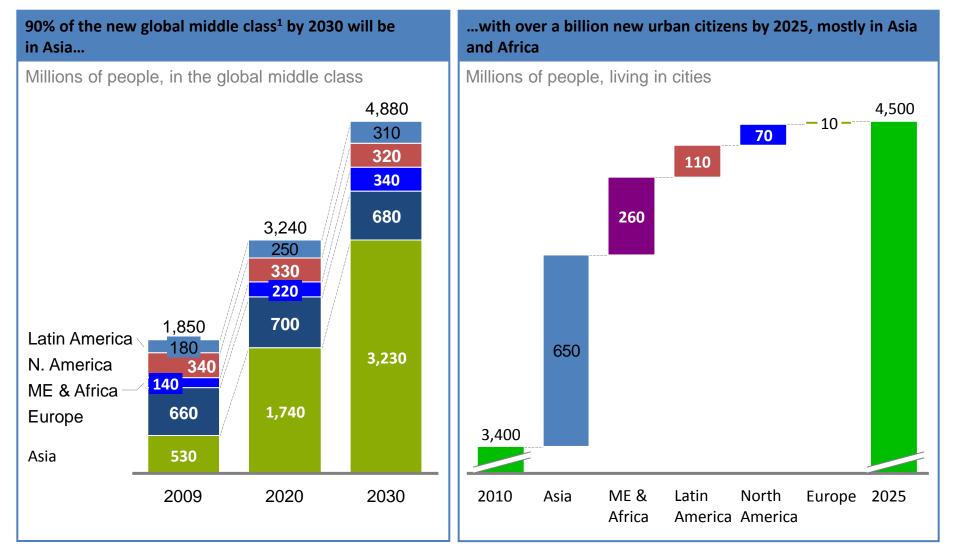


# Welcome to the Anthropocene



GLOBAL DRIVERS AND TRENDS

# An additional 3 billion people will join the global middle class and an additional 1 billion to be living in cities in the next two decades...

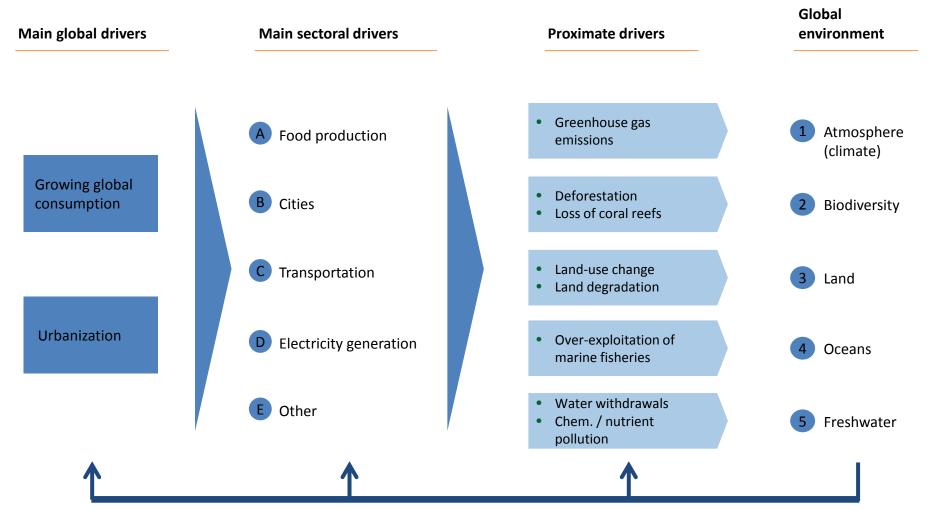


1 Based on daily consumption per capita ranging from \$10 to \$100 (in purchasing power parity terms)

Source: OECD, 'The Emerging Middle Class in Developing Countries,' 2010; McKinsey, 'Continuing Urbanization and the Rise of Megacities,' 2010

**GLOBAL DRIVERS AND TRENDS** 

Global consumption is affecting the environment through key sectoral drivers, reflecting increasing food, energy, and resource needs



The global environmental commons have upstream feedback effects on the drivers











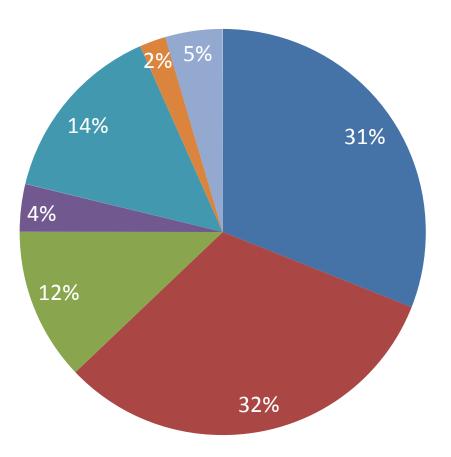
AMERICAN ASSOCIATION FOR THE ADVANCEMENT OF SCIENCE

The Global Environment Facility Born in the Spirit of the Earth Summit in Rio 1992.... Unites 183 countries

# The Global Environment Facility (GEF)

- The financial mechanism of the "Rio" multilateral environmental agreements
- The largest public funder worldwide of projects aiming to generate global environmental benefits
- USD 11.5 billion allocated
- USD 57 billion in co-financing
- Over 3,215 projects
- GEF SGP: Over 16,030 small grants to CSOs, totaling USD 653.2 million

# **GEF Funding by Environmental Focal Area**



- Biodiversity
- Climate Change
- International Waters
- Land Degradation
- Multi-Focal
- Ozone Depleting Substances
- Persistent Organic Pollutants

# Invest in green infrastructure

#### **Amazon Region Protected Areas Phase 1**

Safeguarding Amazon's biodiversity

\$30M of GEF grants to create and strengthen protected areas between 2002 and 2008

**Cofinancing:** 1.7x



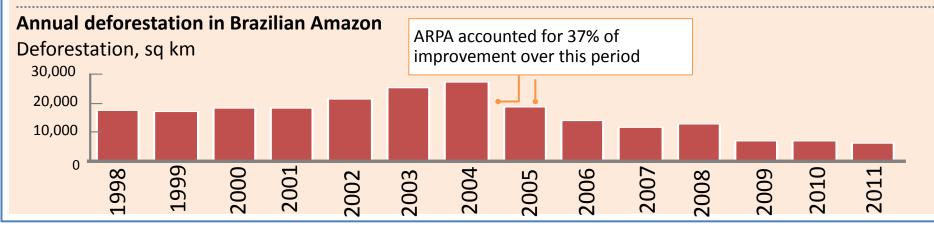
Worked with major national and international NGOs





#### **Catalytic impact**

- Intervention linked with ~40% of Brazilian Amazon's total reduction in deforestation between '04 and '06
- ARPA reserves are more than double the size of the US National Park System



Source: Soares-Filho et al, "Role of Brazilian Amazon protected areas in climate change mitigation" PNAS 107 (2010); National Institute of Space Research data; GEF Evaluation Office, "GEF Impact Evaluation of the Phase-Out of ODS in CEIT: Volume I" (2009); GEF, "Investing in the phase-out of ozone-depleting substances: the GEF experience" (2010)

# **Transform policy frameworks**

#### **REDP and CRESP**

Transforming China's renewable energy market

\$76M grant over two major interventions drove key laws and regulations in Chinese electricity sector

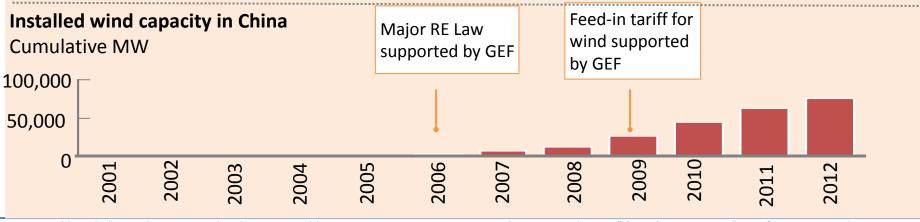
Cofinancing: 7.9x



Promoted policy dialogue with National Development and Reform Commission of China

#### **Catalytic impact**

- China's installed wind capacity increased 100-fold from 2006 to 2012, from just 760 MW to over 75 GW, and is expected to reach 150 GW by 2015
- In 2012, electricity produced from wind power grew at a rate faster than electricity from coal in China for the first time ever



Source: World Bank, "REToolKit Case Study: China Renewable Energy: A Programmatic Approach – REDP and CRESP" (2007); UNDP-GEF, "Transforming on-grid renewable energy markets" (2012)

INFLUENCING MODELS

# Supporting innovation/"early adoption"

**Concentrating Solar Power (CSP) in Egypt, Morocco, Mexico** 

\$142M in grants to support four large-scale projects in Egypt, Morocco, Mexico and India to push concentrating solar power down the cost curve

#### **Cofinancing:** 7.7x



Engaged with different partners across countries depending on policy and market context

#### **Catalytic impact**

- According to an independent review, program catalyzed development of an industry / technology where there previously had been little global activity
- Sustained GEF commitment made CSP ready for scaled-up investment by CTF & others
- Even projects that were less than successful, provided key lessons learned for future GEF and industry investments



Source: MSNBC

# **Mobilize diverse stakeholders**

#### **Great Green Wall Initiative**

Fighting desertification while enhancing resilience

\$87M grant to support a pan-African proposal to "green" the continent from west to east in order to combat desertification and enhance climate resilience

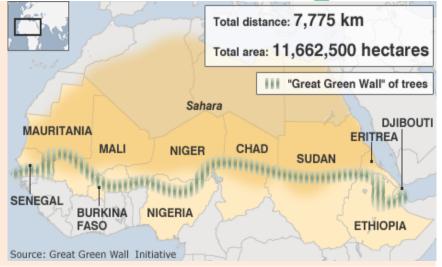
Cofinancing: 20.7x

Coordinated with LDCF and supported country cooperation through Pan-African Agency for the Great Green Wall



#### **Catalytic impact**

- By linking national-level efforts across borders, countries are coming together pursue development pathways that will increase resilience of ecosystem and human communities to climate change
- Innovative transboundary approaches address threats from land & soil degradation, desertification, deforestation, water scarcity and biodiversity loss



# Set standards to shift markets

#### **En.lighten**

#### Transitioning to energy-efficient lighting

\$5M grant to support development of harmonized technology standards **to** speed the transition to efficient lighting in developing countries and emerging economies



Cofinancing: 3.0x

Created expert task forces of private sector, government, civil EP society and academia



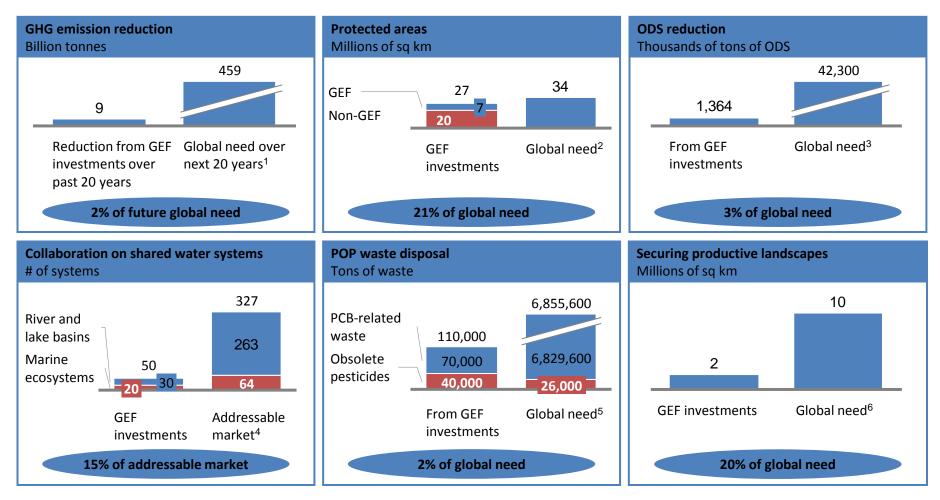
#### **Catalytic impact**

- Global transition to efficient lighting could reduce CO<sub>2</sub> emissions by 1% - equivalent to taking 61M cars off the road
- Success with residential lighting has laid foundation for expansion to commercial and street lighting
- Market entry for high performance technologies, such as LED, is benefiting from stakeholder expertise and policy development





# Despite progress, global need remains great



Note: Global need figures represent need across all countries, while GEF's mandate extends only to developing countries and CEITs

1 Emissions reductions required against business as usual scenario (2013 - 33) to achieve an emissions trajectory that is likely to limit warming to below 2 degrees C

2 From Aichi Target 11, that 17% of the surface of the planet should be protected by 2020

3 Montreal Protocol phase-out targets, combined Phase I and Phase II; in metric tons

4 UNEP / GRID – Arendal data on international river and lake basins

5 Estimates from national implementation plans submitted to the Stockholm Convention Secretariat

6 UNCCD estimates of area affected by human induced land degradation

Source: GEF, "Behind the Numbers" (2013); UNEP 2012 Emissions Gap Report and Climate Action tracker data; Team analysis



# **The Slaughtering of Forests**



Cattle is the largest driver of tropical deforestation in the world, responsible for 1 in 8 hectares destroyed globally

SECTORAL ILLUSTRATIVE DEEP-DIVE: FOOD PRODUCTION

Α

#### The main food production drivers of environmental impact are cattle,

#### palm oil, fish, and rice

Low impact Medium impact

High impact

	Land-use	Water Use	CO2	Land degradation and water pollution	Land and ocean biodiversity
	Hectares affected in 2030 / Size of habitat impacted by 2030	Km3 withdrawals in 2030	tCO <sub>2</sub> e in 2030 (includes direct factors such as deforestation, as well as indirect, such as fertilizer)	Qualitative assessment (expert interviews)	Qualitative assessment (expert interviews)
Cattle					
Palm oil					
Fish					
Rice					
Wheat					
Biomass					
Corn					
Soy					
Sugarcane					

1 The order of magnitude of impact determines whether it is categorized as low, medium, or high. Impacts categorized as high tend to be >5 times as strong as one classified as medium, which tend to be >5 times as strong as ones categorized as low impact

2 The analysis looks very similar whether we look at 2030 or today

Source: McKinsey analysis



# **Signature Program**

### **Taking Deforestation Out of the Supply Chain**









Agricultural inputs

Agricultural production

Refining, processing & trading Consumer goods manufacturing Distribution and retail

# SECTORAL ILLUSTRATIVE DEEP-DIVE: PALM OIL

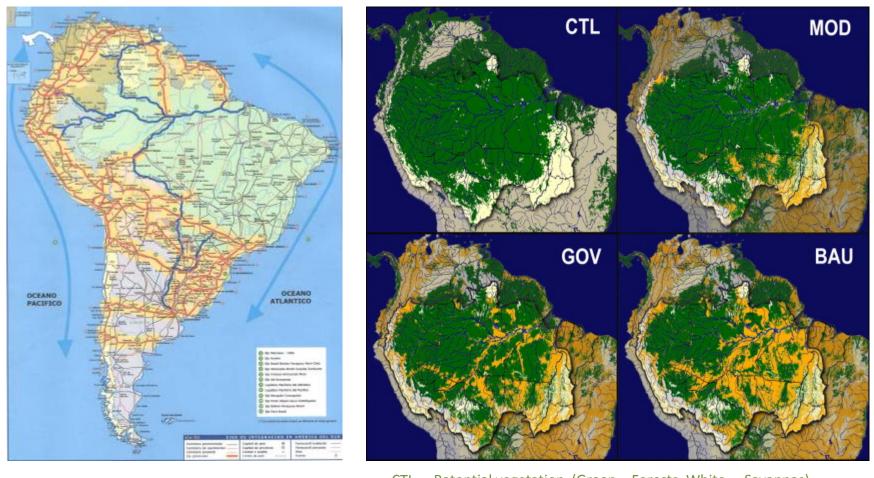
### Important players along the palm oil value chain

Agricultural in	puts	Palm oil production	Refining, processing & trading	Consumer goods manufacturing	Distribution and retail
	Nearly) fully lobal produc	vertically integrated playe tion	ers represent ~40% of		
egribusiness and food		Partly integrated playe global production	ers represent ~20% of		
Smallholders		% of global production & wing			
Johnson-Johnson Johnson Johnson Nestle Unilever <b>P&amp;G</b>				Palm oil is an input fo consumer goods	or many
Carrefour Walmart 🔆					Big retailers
Source: Team analy	ysis				



# **Signature Program**

### **Avoiding the Amazon Dieback**



Roads, hydrovias and energy infrastructure

CTL = Potential vegetation (Green = Forests, White = Savannas)
MOD = Actual vegetation in 2000 (Yellow = Agriculture)
GOV = Estimated vegetation cover with strong governance in 2050
BAU = Estimated vegetation cover with weak governance) in 2050



# **Signature Program**

# Joining with the Alliance for a Green Revolution in Africa





# **Countdown to Fisheries Depletion**





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## **Countdown to Fisheries Depletion**





### **Signature Program**



A 10-year target to bring 50% of fisheries under sustainable management while increasing economic benefits by US\$20B annually

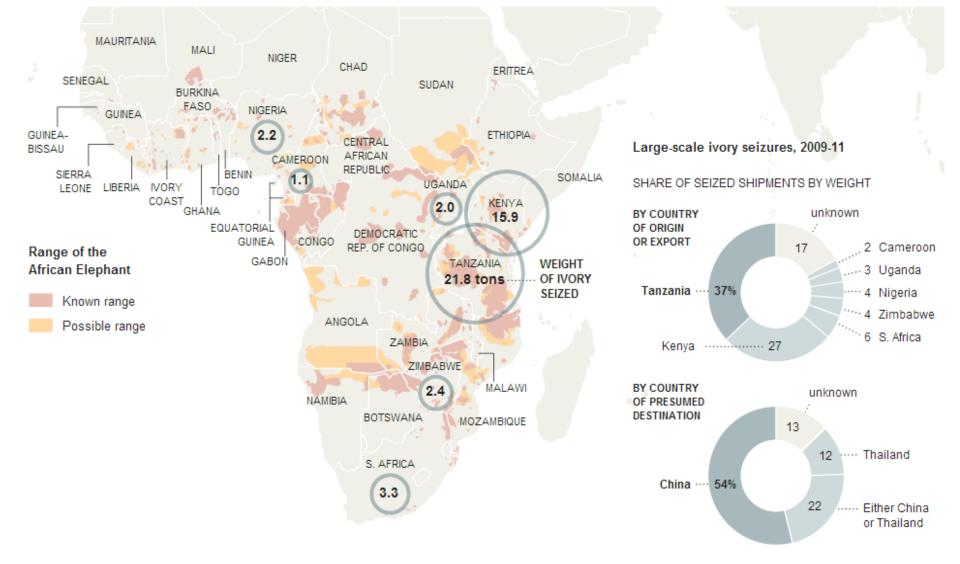


# **Anthropocene Megafauna Extinctions**

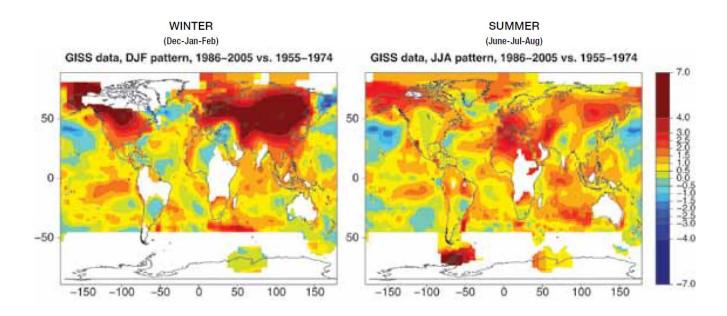




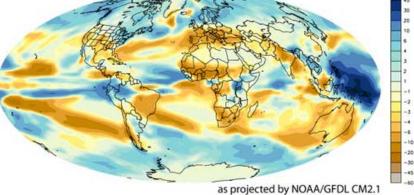
# Fighting Against Wildlife Poaching and Illegal Trade in Africa



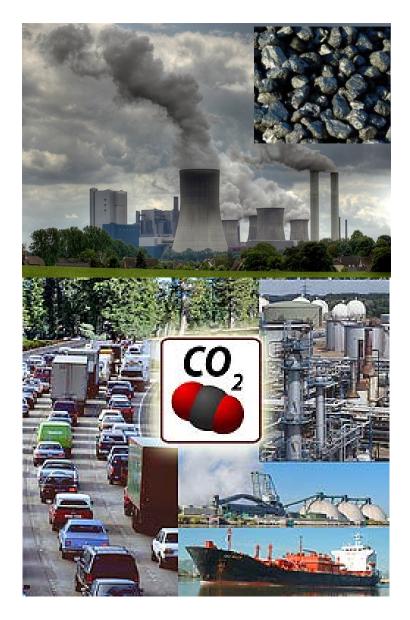
## **Climate Change: Planetary Tipping Point**



CHANGE IN PRECIPITATION BY END OF 21st CENTURY inches of liquid water per year

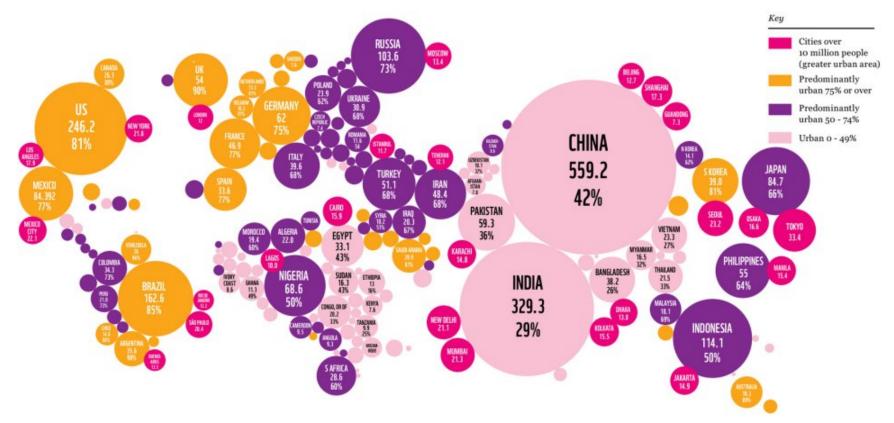


# **Anthropogenic Drivers of Climate Change**





# **Signature Program – Sustainable Cities**



- >2/3 of world energy consumption
- ~80% of global CO<sub>2</sub> emission
- Half of the world's population lives in cities, generating >80% of global GDP today
- By 2050, two out of every three people will live in a city

### **Toxic Chemicals and Waste Poison the Global Environment**







# Thank You!

# **Questions?**

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