Effective Instruments for the Domestic Transport Sector

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Annual Global Transport Investment by Source

- Domestic Finance: 582.56
- Foreign Direct Investment: 148.73
- International Debt Finance: 149.62
- ODA: 8.09

Climate Finance:
- GEF w.co-financing: 0.57
- GEF: 0.03
- CDM: 0.05
- CTF: 0.60
Current patterns of financial flows
<table>
<thead>
<tr>
<th></th>
<th>Size of funding</th>
<th>GHG emission reduction assessment requirements</th>
<th>Co-benefits assessment</th>
</tr>
</thead>
<tbody>
<tr>
<td>National and local funds</td>
<td>Very large Trillions</td>
<td>-</td>
<td>No GHG assessment requirements in place</td>
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<td></td>
<td></td>
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<td>Varies per country, generally low</td>
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<tr>
<td>Development bank funding</td>
<td>Large Billions</td>
<td>*</td>
<td>Methodologies under development, not applied</td>
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<td></td>
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<td></td>
<td>Environmental/Social Externalsities not</td>
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<tr>
<td>CDM</td>
<td>Small Millions</td>
<td>*****</td>
<td>Very strict, at entry and during project</td>
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<td></td>
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<td>Depends on country</td>
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<tr>
<td>GEF</td>
<td>Small Millions</td>
<td>**</td>
<td>New Methodology for 2011, only at project entry</td>
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<td>New methodology recognizes but does not reward</td>
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<tr>
<td>CIF/CTF</td>
<td>Small Millions</td>
<td>**</td>
<td>Emphasis is on sector transformation, detailed GHG assessment not at project entry</td>
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<td>Qualitative assessment</td>
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</tbody>
</table>
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LEVERAGE

Sustainable Low Carbon Transport

Current Transport

Carbon finance

SHIFT

Domestic funding ODA Private flows

Domestic funding ODA Private flows
Thank you

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*Projected CER revenues calculated assuming a CER price of 8.9 €/tCO2*
Per Capita CO₂ and Per Capita PM Emissions

Fuel subsidies: A real win-win situation

300 billion US Dollar on fuel subsidies in 2008 (UNEP)

![Bar chart showing countries and their fuel subsidies, with Iran having the highest cost.](chart.png)

6% global GHG reduction by abolishment of fuel subsidies

Source: IEA, 2008

EMBARQ