

### FUTURE CITIES AFRICA

Findings, Recommendations and Lessons Learned





**Project** 

Future Cities Africa – Developing Action Plans and Tools for Sustainable Growth

Value

£4.8 million / USD \$7.8 million grant

**Duration** 

3 September 2014 – 30 November 2016



**Country Focus** 

Ethiopia, Ghana, Uganda and Mozambique (Four countries and 21 cities)

Strategic Intent

- **✓ Contribute to Cities Alliance Africa Strategy**
- **✓ Build on Country Programme Partnerships**
- ✓ Strengthen City Capacity to Improve Resilience and Secure Inclusive Growth

### The Approach: 4 Countries + City Typology



#### **Ethiopia**

#### **Two Regional Capitals**

#### Urban Population Unemployment



Almost doubled between 2000 and 2014. It is projected to more than double between 2014 and

#### Climate



10th most climate vulnerable country



28% of female urban employment rate compared to 14% of male

#### **Power Interruptions**



50%

Of households in regional capital at least once a week

#### **Uganda**

#### **14 Secondary Cities**

#### **Urban Population**



Doubles between 2002 and 2014. projected to increase fivefold by

#### Youth



14 Age of median population

Stable income

#### Services Delivery



67% Safe Water Coverage

6.4%

Sewerage Coverage

#### Deforestation



Up to 28.5% of forest area lost between 2005 and 2010. Firewood provides 90% of domestic energy needs

O Participation

awareness & preparedney

Paris Agreement

New Urban Agenda

ESTITUTIONAL ENABLING ENV

#### **Metropolitan City**

#### 13 District Assemblies -GAMA

#### **Urban Population**

Ghana



**Unemployed Youth** 

6 times higher in Accra (15-24)

#### Services Delivery



51% Direct access to potable water



33%

#### Flood Risks



June 2015, claimed over 250 lives and rendered more than 10.000 homeless

#### Mozambique

#### **Nacala Corridor -3 Corridor Cities**

#### **Urban Population**



**Employement** 



#### Services Delivery



15% Access to Electricity

Lack access in any form of toilet in Tete and Nampula

#### Informal Settlement



80% of urban dwellers live in poor or informal settlement





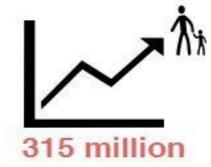
## Findings



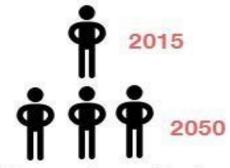


### African Urban Transition





Cities will grow by 315 million people in the next 15 years



Urban population will triple to 1.23 billion by 2050



Will constitute the largest labour force with 1.1 billion by 2040

#### Socio-Economic Stresses

**Low Productivity Traps** 





Of the population live in informal settlements

### **Informal Sector**

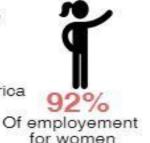


61%

Of urban employment in Africa

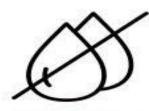
93%

Of new job creation

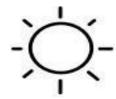


Climate Change and Environment High Risk





20-30%
Decrease in water availability in vulnerable areas



3 - 4 degrees
Warming faster than global average



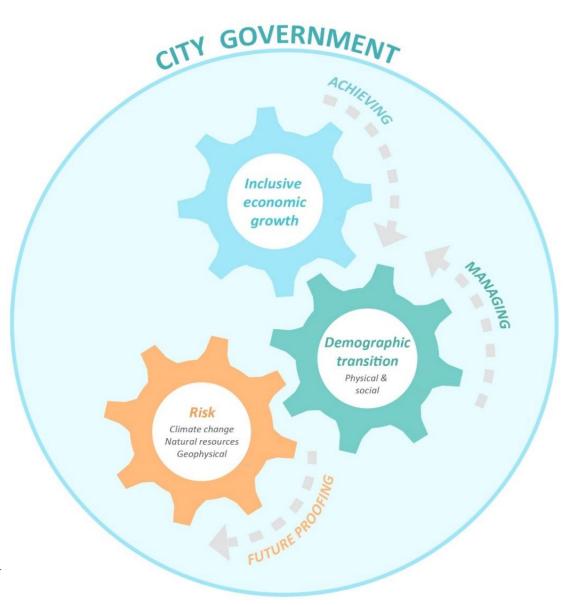
90% Of energy use is biomass



Cities Alliance
Cities Without Slums

- 1. Demographic Transition
- 2. Globalisation
- 3. Climate Change
- ✓ How these 3 drivers are **understood and managed at the local level** will determine the future of cities.
- ✓ Effective action will depend on how the **political economy and present distorted incentives** are placed at the core of programming.

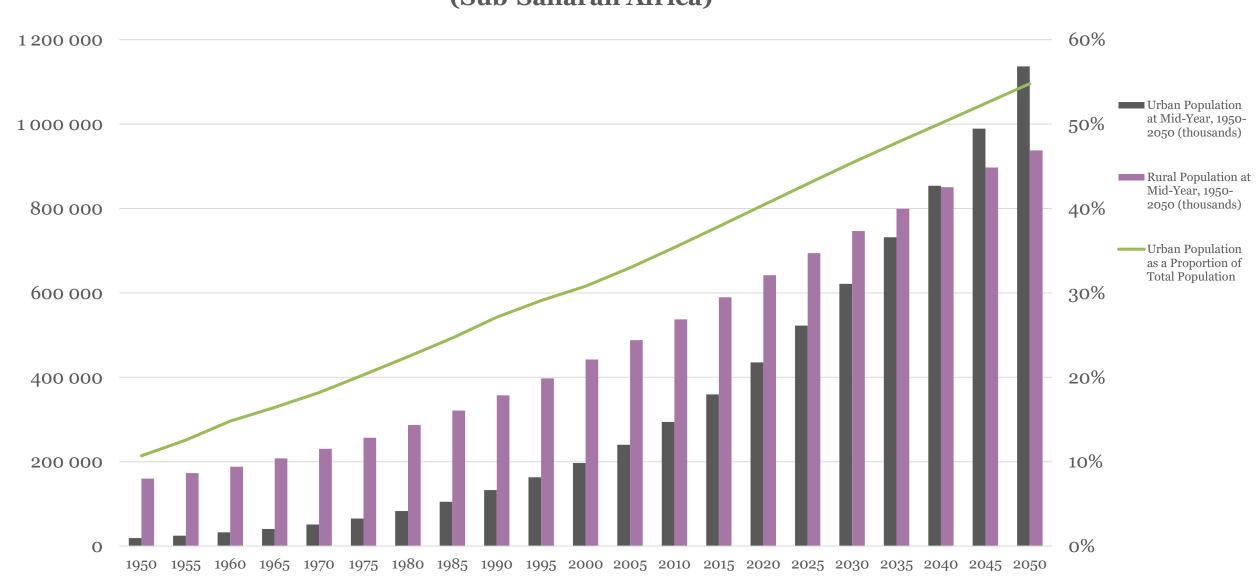
African cities will not be able to benefit from the urbanisation dividend/productivity miracle and respond to economic and climate change shocks and stresses without **transformation**.



### **Demographic Transition**

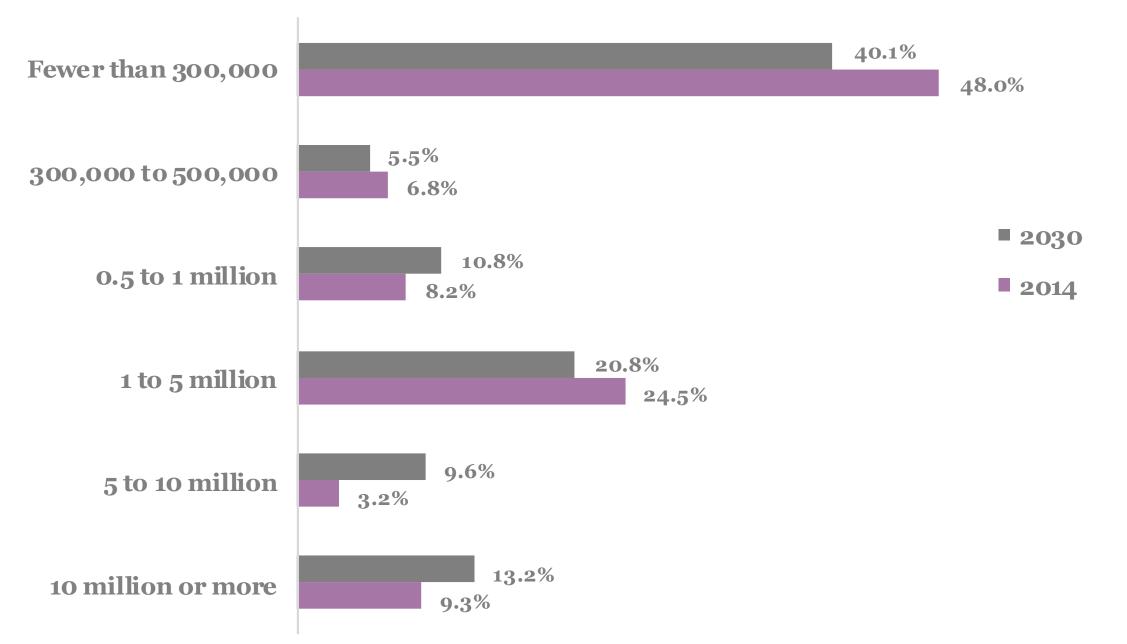


### Proportion of Urban – Rural Population (Sub-Saharan Africa)



### **City Typology**

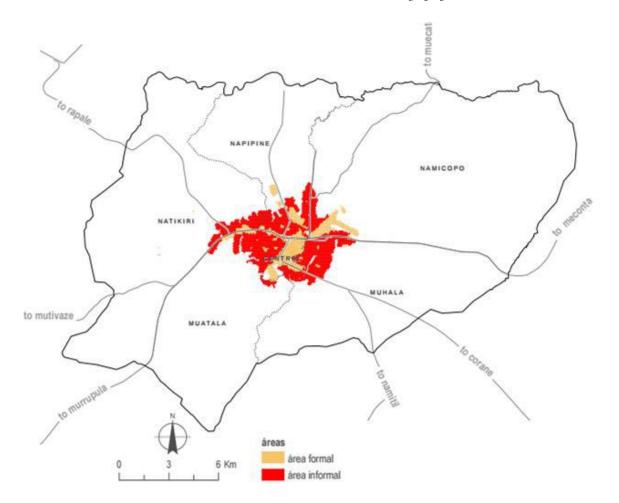




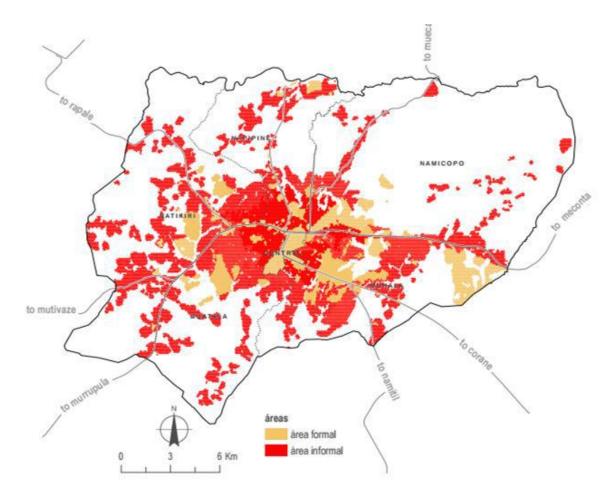


# Unplanned Growth Nampula, Mozambique – 5.7%

#### Formal and Informal Area 1999

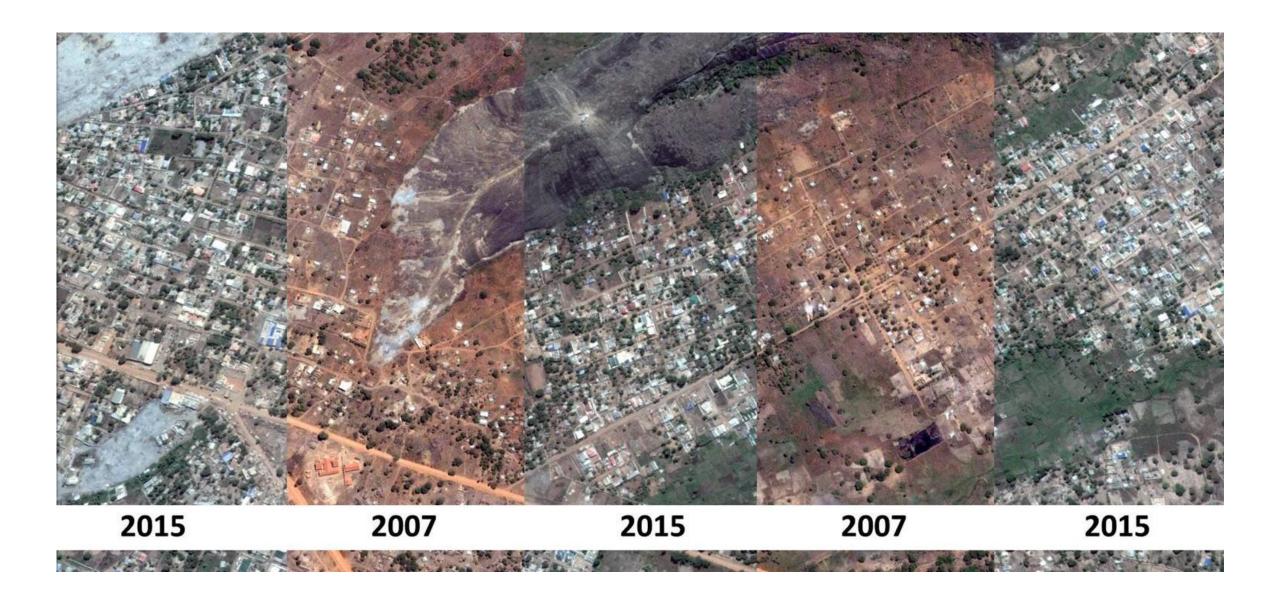


#### Formal and Informal Area 2015





### **Sprawl then Compact**





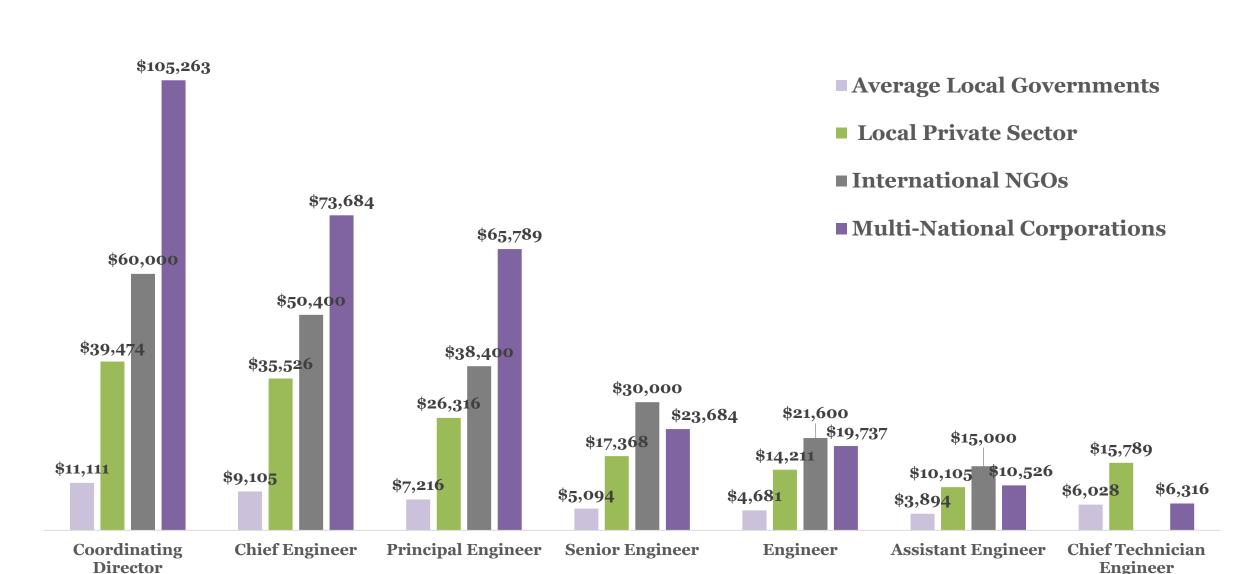
### **Land Administration: Technical and Social**





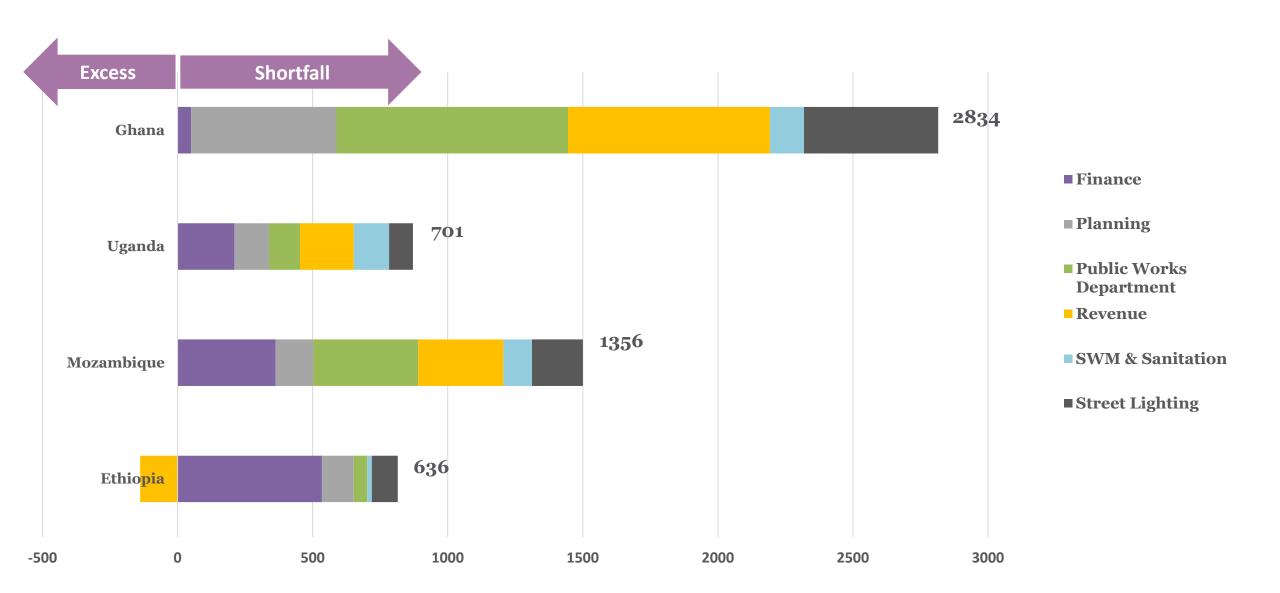
### Distorted Incentives: Undermining Good Governance





# Country's Staffing Gap by Function 28% of Need

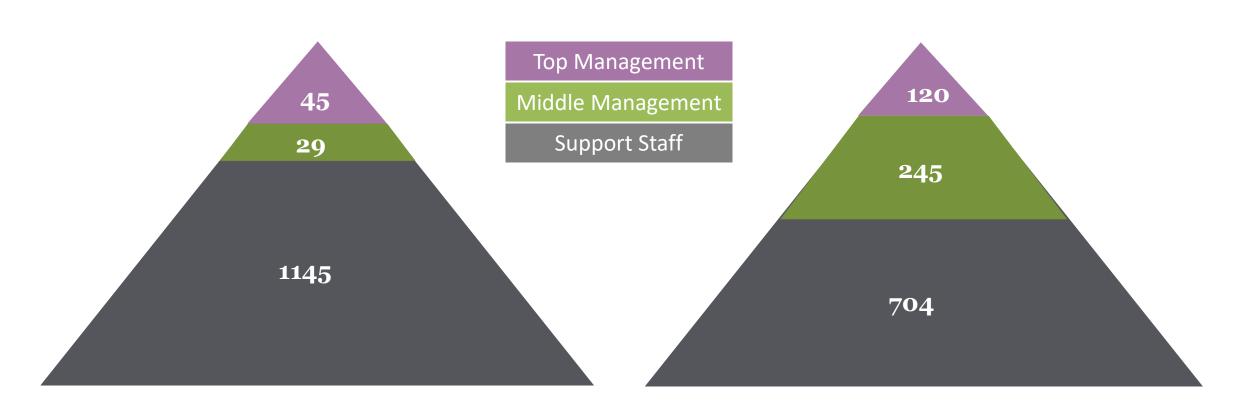




### **Employment Structure**



Hierarchy Gaps in Dire-Dawa, Ethiopia



**Current Manpower** 

**Model Manpower** 



### **Training – Under Resourced Institutions**

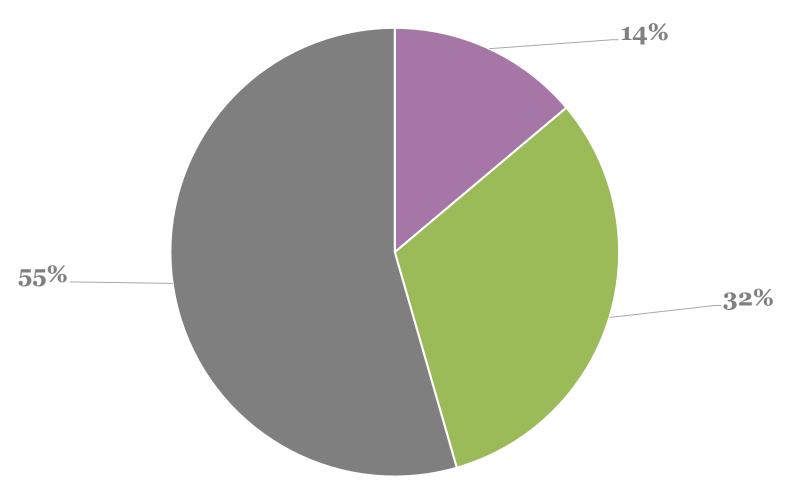




### **Data Gaps**



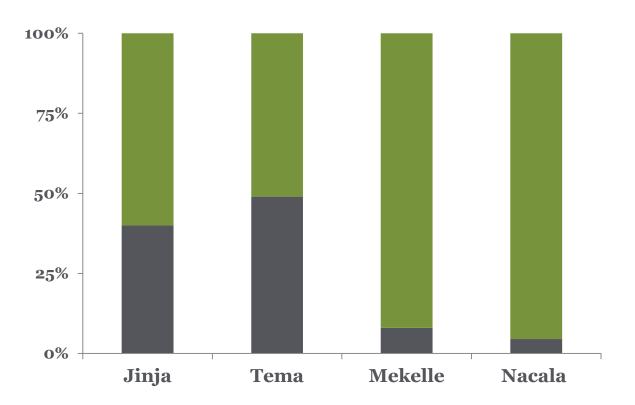
## Reliability of Information Across the Five Dimensions of the Normative Framework in FCA Countries



### **Municipal Finance**



#### Ratio of Local Revenue to Fiscal Transfers in Selected Cities

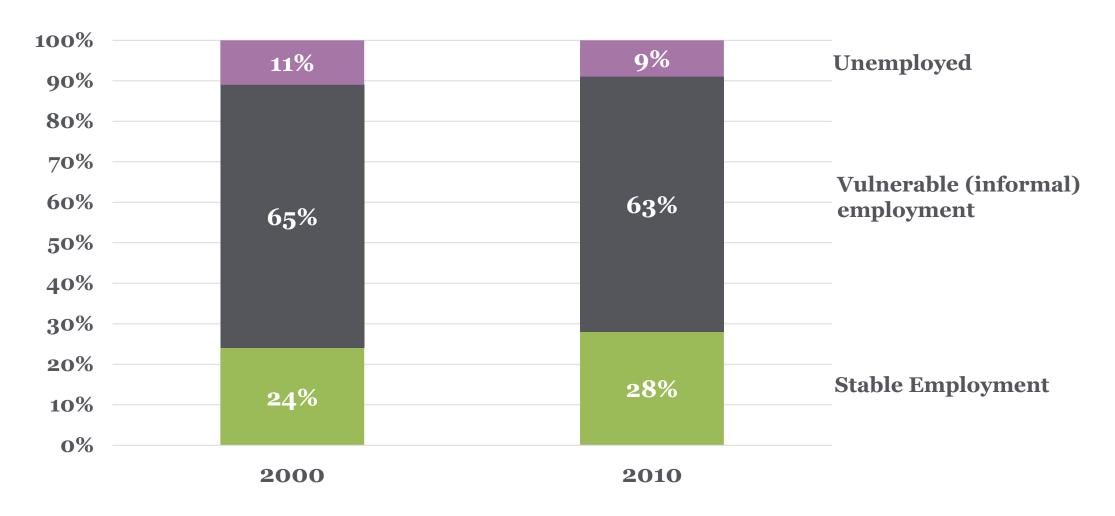


- Other sources (fiscal transfers & donor funds)
- **■** Local revenue

City	Municipal Expenditures per Capita (USD)
Jinja	37
Arua	28
Tema	27
Accra	18
Tete	36
Nampula	14

### The Economic Transition





Lack of transformative, equitable economic growth. Despite consistently high GDP growth rates from 2000 to 2010 (compound average above 5 percent in Sub-Saharan Africa, well above the global average at less than 3 percent) the large share of the workforce in vulnerable employment has not changed.

Source: Pieterse (2014). GDP growth rates based on World Bank data.



## **Economic Structure**

Building the *Hybrid Economy* - Filling in the missing middle via the expansion of informal activities



#### Missing middle

There are a few medium-to-large companies and large numbers of very small and informal operations, mainly informal. Uganda's economy is dominated by low productivity personal services and basic manufacturing activities.





### Services

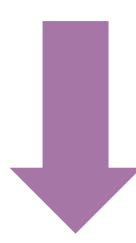
- 1. Majority served by **informal vendors** high price low quality;
- 2. PPP **seldom serve the poor**; and
- 3. Growing importance of **community built and managed infrastructure.**





To finance the basic infrastructure needs of Sub-Saharan Africa cities until 2050, will require an investment at today's value of **USD 850 Billion or 25 Billion per annum**.

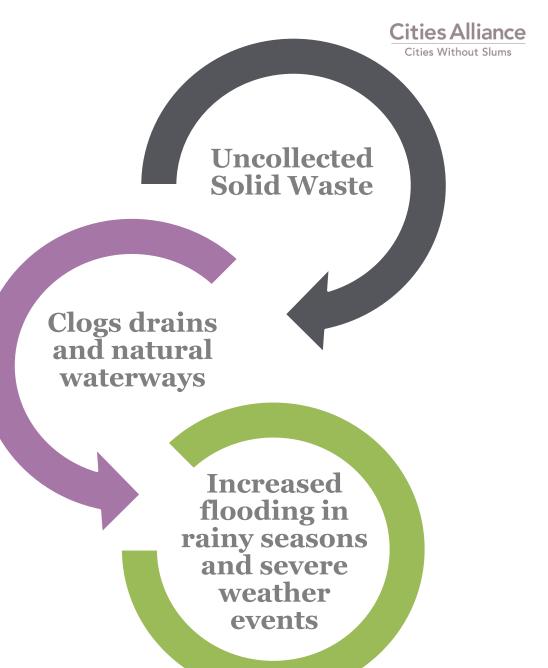




**Retrofitti**ng between 3 – 9 times more expensive depending on conditions

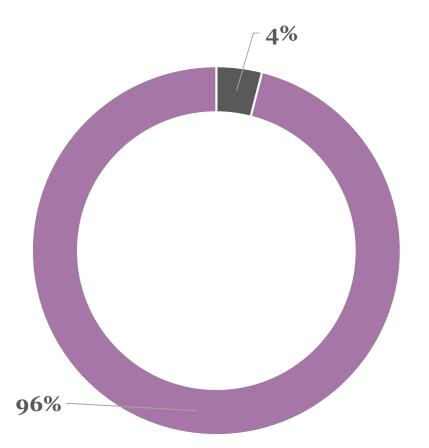
### Lack of Services Connection to Environmental Degradation and Disasters





### **Environment**

### Percentage of Global GHG Emissions









### Cities Alliance Cities Without Slums

### Citizenship



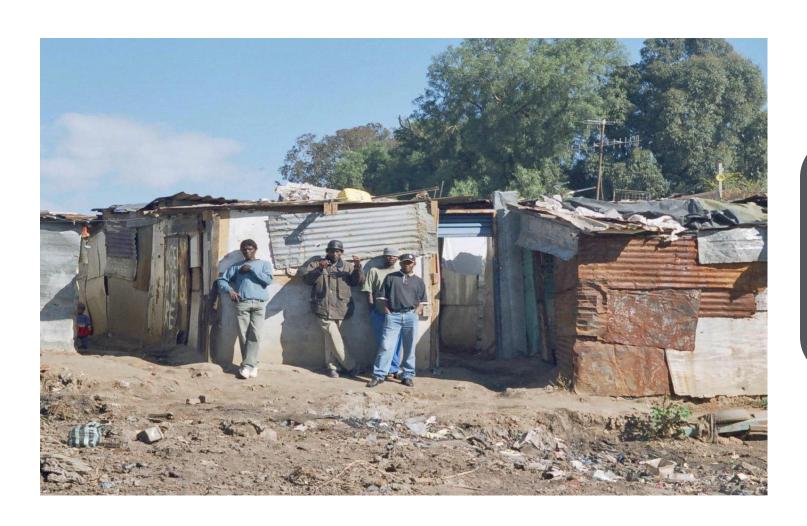


**Municipal Forums** 

**National Forums** 



### The Urban Challenge



Unemployed youth, living in slums in degraded natural environments

### **FCA Deliverables**



#### **Feasibility Study**

Case for future programming, including key thematic areas to guide programme intervention areas, key counterparts and development partners.

#### Four Critical Research Studies

The studies answered the questions:

- 1. How best to plan for urban growth (land expansion)?
- 2. How to improve energy supply in the context of climate change?
- 3. How to better understand and support the informal economy?
- 4. What modalities are best in providing affordable services?

#### **Digital Tools**

- 1. A knowledge sharing platform (Gaiasoft) to share results, data, and establish peer-to-peer contact between cities.
- 2. An open source decisionmaking model prototype
  (resilience.io) planning
  tool to enable decisionmakers and key
  stakeholders to make better
  citywide policies, plans and
  interventions, available and
  ready for deployment in
  African cities.

#### Four Innovative Studies Manuals / Tools

- 1. City Development Strategies 2.0 - Cities Growing with Vision
- 2. Innovative Data

  Management for Cities
- 3. Human Resources
  Capacity
  Benchmarking: A
  Preliminary Toolkit for
  Planning and
  Management in Africa
- 4. Urban Risk /
  Environment Risk
  Framework



### Recommendations



CITIES WITHOUT SLUMS

### Recommendation #1 - Governance



### Ensuring the capacity of cities to plan and implement

- 1. Ensure pro-city National Enabling Environments
- 2. Develop the skills at scale needed to manage a growing city
- 3. Develop new incentives and conditions of work to professionalise local governments
- 4. Enhance capacity of city administrations to receive and account for own source revenues
- 5. Develop planning approaches that enable both present settlement and long term securing of servitudes
- 6. Improve quality of city management through access and management of Data
- 7. Develop constituencies and partnerships in pursuit of realising the long-term strategies of cities (CDS)
- 8. Develop land administration systems able to allocate and record land transactions at the pace required by urban growth

### **Recommendation #2: Economy**



## Ensure that city growth also promotes equitable economic growth

- 1. Develop policies, regulations and guidelines to enable the hybrid economy
- 2. Increase the economic productivity of the Informal Economy through the provisioning of services
- 3. Support integration of the informal economy into the value chains of formal enterprises
- 4. Identify high potential SME and support to expand

### Recommendation #3: Citizenship



## Ensure citizens assume active role in city investments and economic growth

- 1. Support and expand the existing programmes of organised slum dwellers
- 2. Mobilise and organise Informal and Formal sectors economic actors to engage in city development planning and processes
- 3. Support the development and efficacy of Municipal Development Forums

### **Recommendation #4: Services**



## Promote the importance of the natural environment for sustainable city growth

- 1. Engage informal service providers and explore ways of increasing quality and affordability of services
- 2. Establish financial mechanisms that enable community built and managed infrastructure to be rolled at a larger scale (community upgrading funds)
- 3. Improve accessibility of services to the poor through PPP
- 4. Improve affordability and supply of housing by increasing access to finance, land, building materials and technical advice (housing value chain)
- 5. Ensure improved efficiency of Metropolitan areas through inclusive transport/Drainage master plans
- 6. Ensure improved economic growth through the roll out of electricity connections

### **Recommendation #5: Environment**



## Promote the importance of the natural environment for sustainable city growth

- 1. Restore the Natural City Environment through the mobilization of informal settlement
- 2. Develop an Adaptation Strategy for each city
- 3. Develop mitigation strategies in city



country programme

framework

### **Future Cities Africa**

resilient

### **Partnerships**

capacities

communications

innovation

partners

members

**AFRICA** 

implementation

country gaps

aligned

transfers

technical

collaboration

development

coherence

advocacy

enable

knowledge

cooperation

tools

### **Thank You**

