

Geospatial impact evaluation of the KfW and the AFD conservation portfolio on forest cover loss

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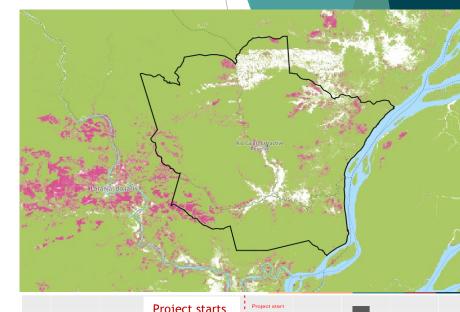


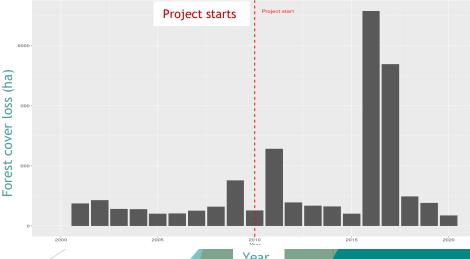


Monitoring data may lead to wrong conclusion about effectiveness of forest protection measures

- ▶ KfW supports more than 900 protected areas worldwide, mainly in Latin America and Africa. Germany accounts for about 25% of worldwide ODA for biodiversity
- ▶ During the 2000-2022 period, AFD supported more than 250 protected areas, in at least 45 countries, mainly in Africa (~70% of PAs)
- Problem: Monitoring data often suggests that we are not successfully reducing forest cover loss
- Implications: Low trust in forest cover protection measures, fewer investments (trust issue) \rightarrow higher global CO2 emissions
- Research Question

How effective is the engagement of development banks in protected areas on forest cover loss?







Databases & Method

Protected Areas Databases

► Forest data from the Global Forest Watch (Hansen et. al, 2013) accessed via MAPME R Package



 Georeference supported PAs available in the WDPA database, from past and ongoing portfolio

AFD: 72 PAs in Africa

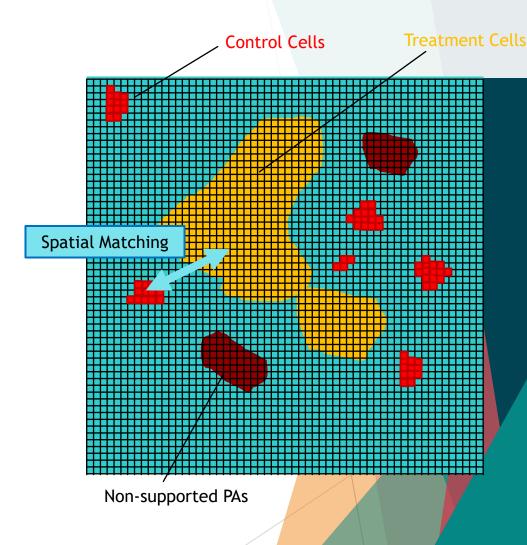
KfW: ~400 PAs in Latin America

► Elaboration of large-scale (geo-) processing routines for 60+ Scientific Datasets: Conservation related data-sets, geography, economy, climate etc.

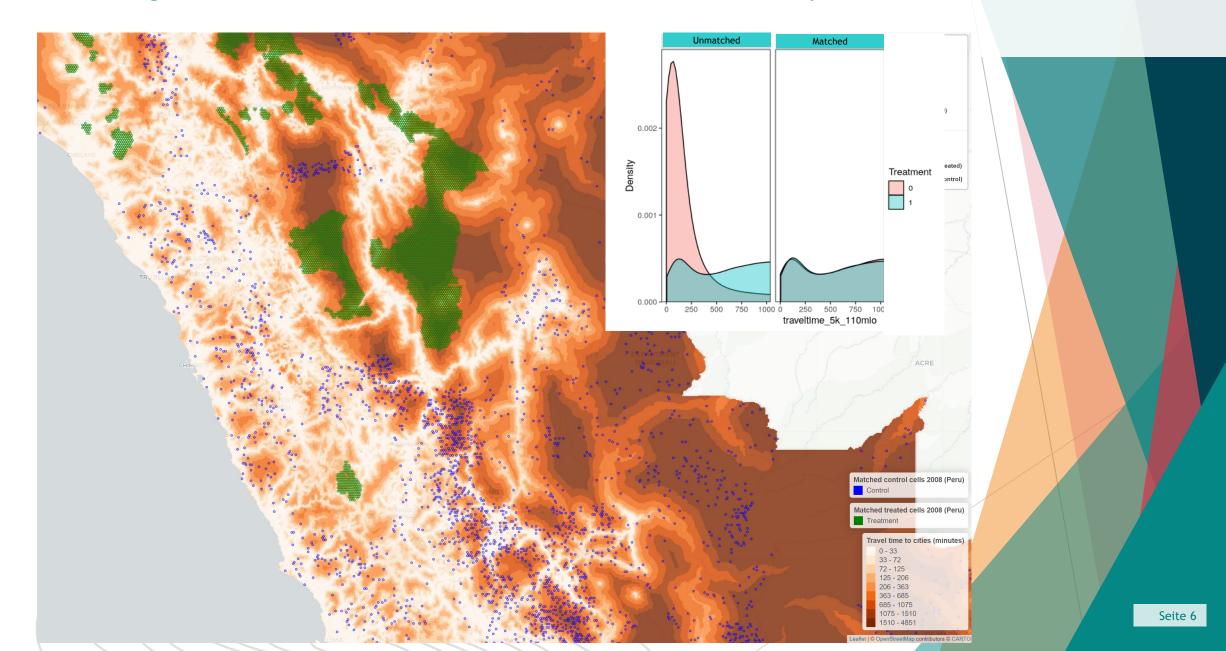


Spatial matching on grid level

- We use a spatial grid (1 to 15 km²)
- ► Control Areas are selected from non-protected areas
- Variables affecting forest cover loss and the probability to be a PA (based on literature review):
 - Forest Area at project start
 - Average forest cover loss from 2001 to project start (time invariant)
 - Accessibility (Minimum Travel times in minutes to the next city)
 - Clay contents of soils
 - Terrain Ruggedness Index (averages)
 - Elevation above sea level (averages)
 - Country



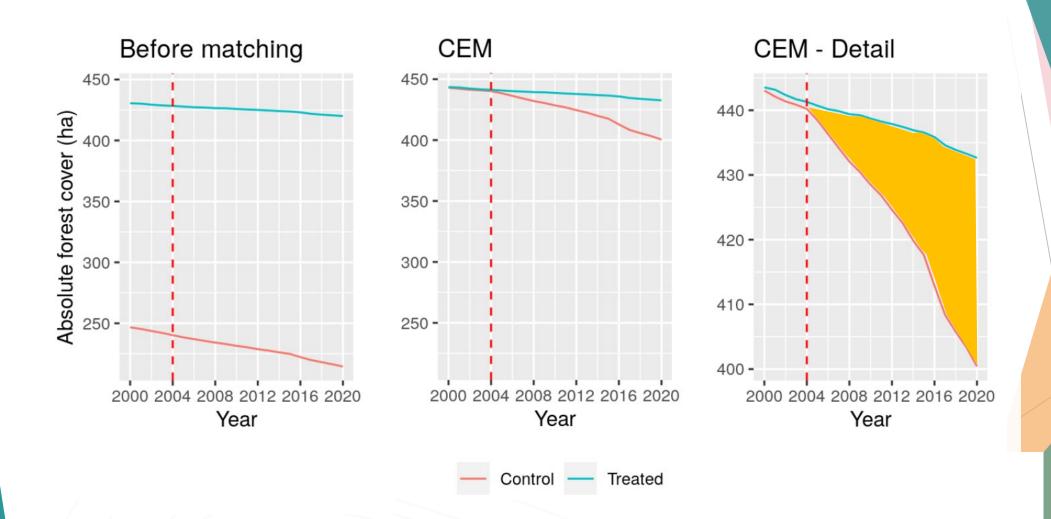
Matching - Selection of cells with similar accessibility





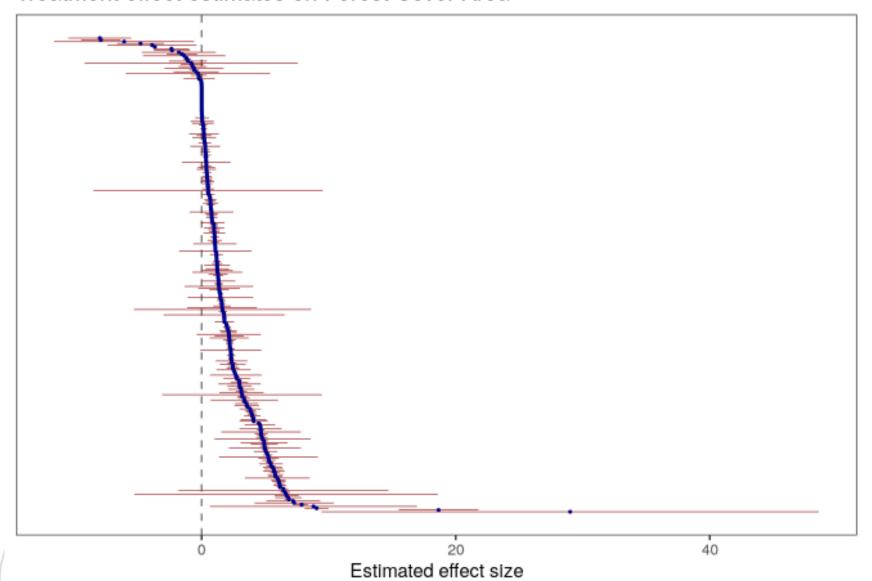
Results KfW

Parallel trends in forest cover



This is how effective conservation efforts looks like in numbers

Treatment effect estimates on Forest Cover Area





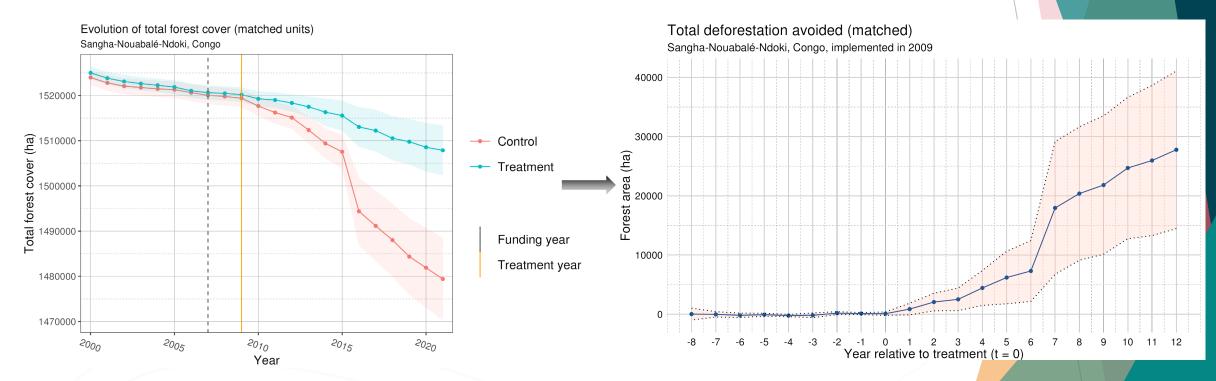
Results AFD

Restricted (preliminary) Sample

- ▶ 150 PA supported by the AFD in Africa in our database
- ▶ 72 with geospatial location available
- ▶ Restriction to non-marine, created between 2002 and 2021, with area > 1km² (Wolf et al. 2021)
- → 23 PA in 9 African countries
- → The effect of conservation can be computed for 15 PA in 8 countries

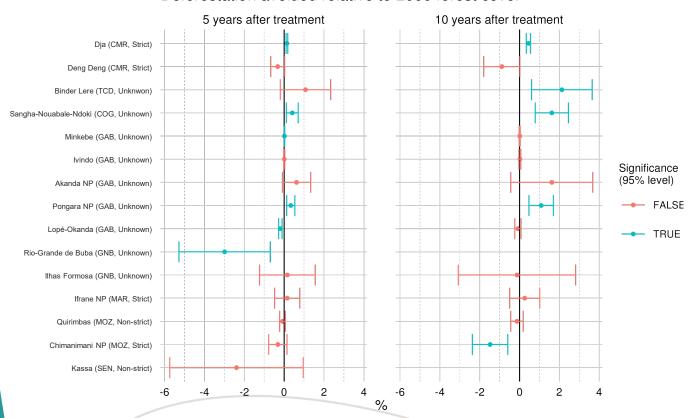
Individual Analysis Example for Sangha-Nouabalé-Ndoki protected area

- ► The conservation program led to a *decrease* in deforestation 2 years after its implementation.
- ➤ After 10 years, the conservation preserved **25 000 ha of forest, or ~1.5% of forest** cover in **2000**



Preliminary evidence from 15 PAs in Africa supported by the AFD, suggests a lower level of forest cover loss

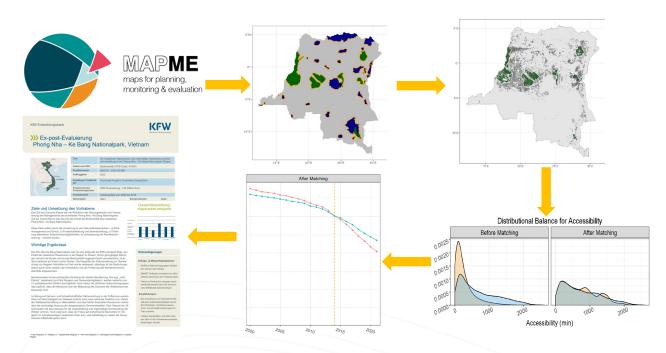




- But there are PAs where forest cover increased or didn't change
- Other heterogeneity in PA that could be considered: governance type, IUCN category
- Difficult to measure important indicators like management quality, biodiversity, local development
- What does it mean that a PA is supported by the AFD? Important to distinguish different kinds of support: direct, indirect (trust fund), total support, co-financing, financing the PA creation or maintenance, duration of the support

Nice analysis, but... so what?!

- CONVINCE policy-makers and gain confidence in conservation
- PLAN conservation projects
- ► LEARN to improve development projects
- DIALOGUE opportunity on conservation projects



KfW Development Bank Evaluation Department



Geo-spatial impact assessment of financing area-based conservation

COP15 Montréal Edition

cember 2022

by Melvin Wong (Corresponding author: melvin.wong@kfw.de), Johannes Schielein, and Jochen Kluve

Uncertainty about the effectiveness of area-based conservation is a major challenge to secure financing of protected areas. KfW's transparent and replicable geo-spatial impact approach demonstrates that the financing of protected areas does effectively reduce forest cover loss.



he challenge to monitor forest cover los

Monitoring data on forest cover loss may be misleading in assessing protected areas' (PA) effectiveness, because forest cover may decline even in PAs. Such doubt reduces the trust and financing of conservation measures and undermines efforts to reduce forest cover loss and CO₂ emissions.

A geo-spatial approach for impact assessment

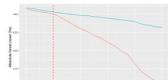
As one of the largest development partners working to maintain biodiversity worldwide, KfW Development Bank developed a framework integrating development finance project information with open-source geo-data on forest cover loss to quantify PAs' effectiveness. The scientific method proceeds in three stees:

Access and assemble project and open-source data
 About 400 financed PAs (~95 mil. Ha or the area of Pakistan) are linked to zones in the <u>World Database on Protected Areas</u>.

are linked to zones in the <u>World Database on Protected Areas.</u>
KMV's <u>MapMe Biodiversity R package</u> facilitates the identification and download of all necessary geo-spatial data to perform
the impact assessment.

3) Communicate PA effectiveness

The engagement of KIW and its partners, on average, effectively contribute to reducing forest cover loss in PAs compared to similar non-PAs. The graph shows that, initially, the respective forest cover in PAs and control areas is similar, in addition to a similar down-ward trend until the project's start year. After project start, control areas have a stronger rate of forest cover loss than PAs. The gap between the two trend lines measures the conservation impact of financing the PA.



Treatment areas

Contained the PAs that could be used for an impact assessment.

Perform statistical analysis

The challenge: comparing PAs with a control group of protected areas is subject to selection bias; for instance tend to be located in more remote areas. The solution analysis framework ensures an apples-to-apples comply finding a "statistical twin" through an elaborate yet to parent matching procedure. For instance, the matching procedure aligns non-protected and protected areas or they exhibit a similar travel distance to the nearest settle





Thank you!

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Appendix

EXAMPLE IN CONGO

Sangha-Nouabalé-Ndoki

SNN characteristics

• IUCN category : Unknown

• Creation year: 2009

• Governance : Unknown

• AFD support : 2007

