

Agenda

01

Introduction

02

Analytical framework and study sites

03

Key findings

04

Policy implications

01

Introduction

Justification

Climate change is reshaping the operating context for sanitation systems.

- Sanitation systems must now operate under increasing climate risks.
- Governments need better evidence on the **cost of resilient sanitation services**
- Climate-resilient sanitation requires **new approaches to system design and financing**

Key challenge:

- Limited understanding of the **lifecycle cost of climate resilient sanitation systems**

Key messages

- **Integrating climate resilience into sanitation planning is needed** to strengthen sanitation systems and ensure they remain functional under changing climate conditions.
- **Climate-resilient sanitation systems are often more expensive than conventional systems, and households bear most of the costs;** therefore, innovative financing mechanisms are needed to ensure financing and affordability of climate-resilient sanitation services.
- **The cost of climate-resilient sanitation varies depending on design, climate hazards, and local context,** highlighting the need of innovative approaches to designing climate-resilient sanitation systems that keep costs manageable while ensuring resilience.
- **Expand the evidence base** through local costing studies to support better financial planning and access to climate finance (e.g., GCF).

02

Analytical Framework

Each study combines three approaches:

Life Cycle Cost Approach

Estimating the full cost of sanitation systems over their lifespan

Climate Resilience Framework

Identifying measures and activities needed to strengthen resilience to climate hazards

Integrated Resource Planning

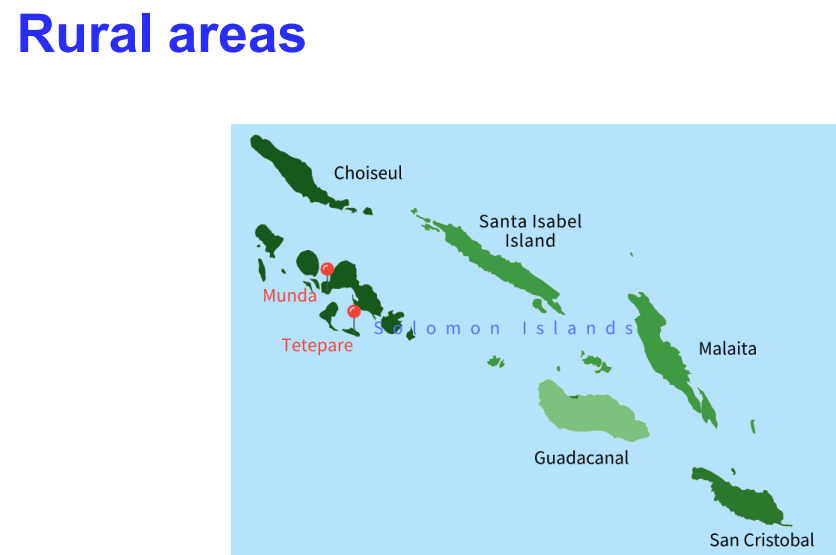
A systems approach to services that pays explicit attention to cost and benefit distribution

Three case studies were conducted:

Rural areas



Laos – Champhone District (Rural). Costing safely managed sanitation and climate-resilient rural systems.



Solomon Islands – Malaita, Central, Western Provinces (Rural). Costing basic sanitation and climate-resilient in rural communities.

Urban areas

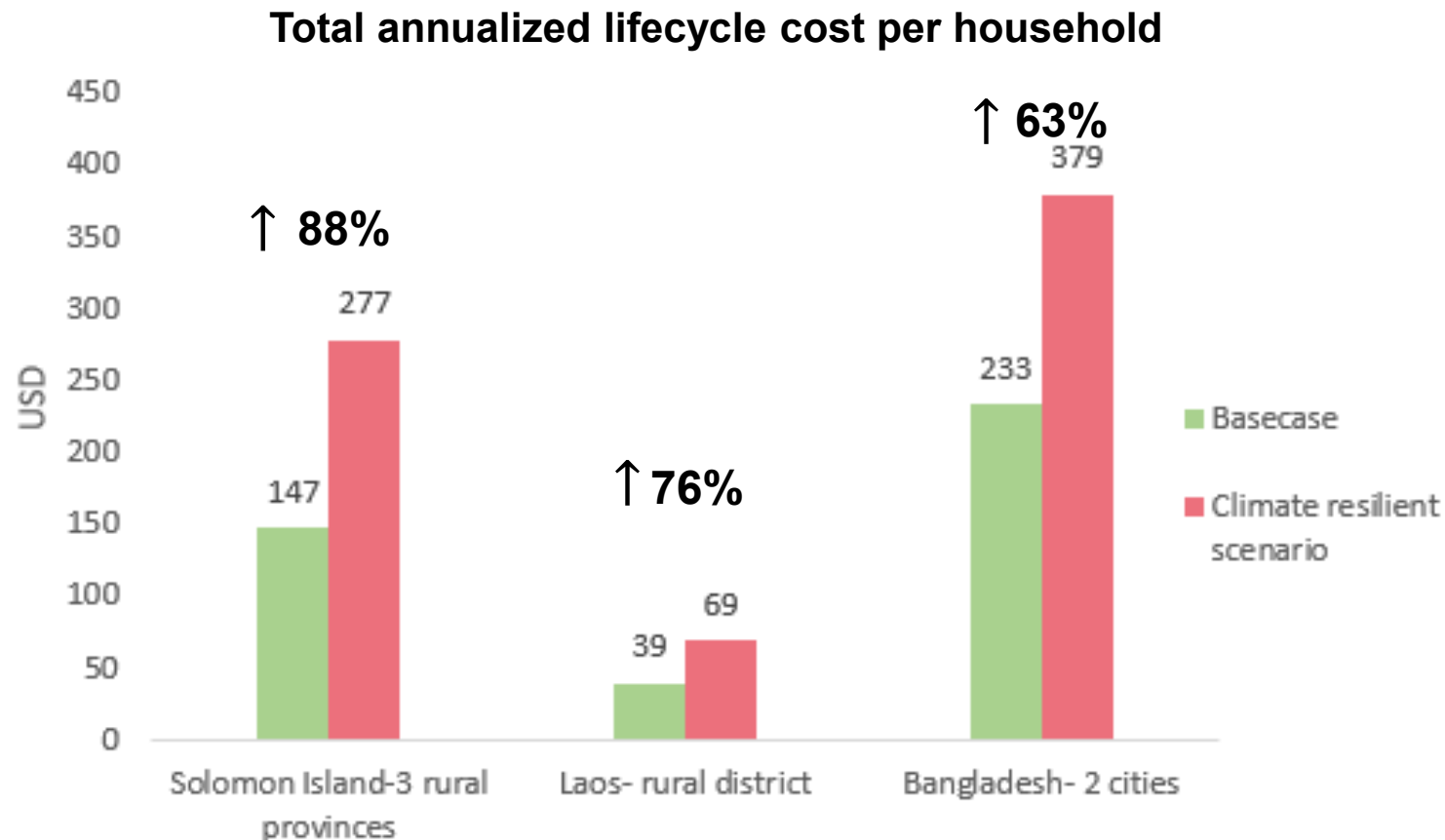


Bangladesh – Khulna and Bagerhat Cities (Urban) Costing safely managed sanitation and climate-resilient urban systems.

03

Key findings

F1: Climate-resilient sanitation systems have a higher annualized cost per household than conventional sanitation systems.



This reflects **additional investments** in infrastructure design, operational practices, trainings and institutional capacity

F2: The variability of climate-resilient costs depends heavily on sanitation system design and climate hazard

Stage	CR design for Champhone, Laos
1. Interface	The house structure is made of wood, the wall made of concrete block , and roof are made of zinc. Cover plate (slab, squat pan, pipe for ventilation) and a platform to raise it above the ground.
2. Containment	Back up public toilets (emergency) Raised septic tanks- (leach fields)
3. Emptying & Transfer	Regular inspections, repairs septic tanks Increment of frequency of emptying , operators training
4. Treatment – FSTP	Flood barriers to protect FSTP, sealing system to avoid heavy rain, operators training

Upgraded infrastructure for flooding

Alternative options in case of emergency situations

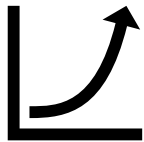
Emphasis on operational & maintenance

Emphasis on users and operators awareness and preparedness

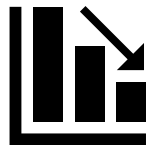
In the case of Laos, flood resilience required: (i) **Elevated or flood-resistant infrastructure**, (ii) **Improved sludge management practices** (iii) **Training for operators and users**, (iv) others

F3: Local conditions significantly affect rural sanitation costs in both directions

Example from Solomon Islands:



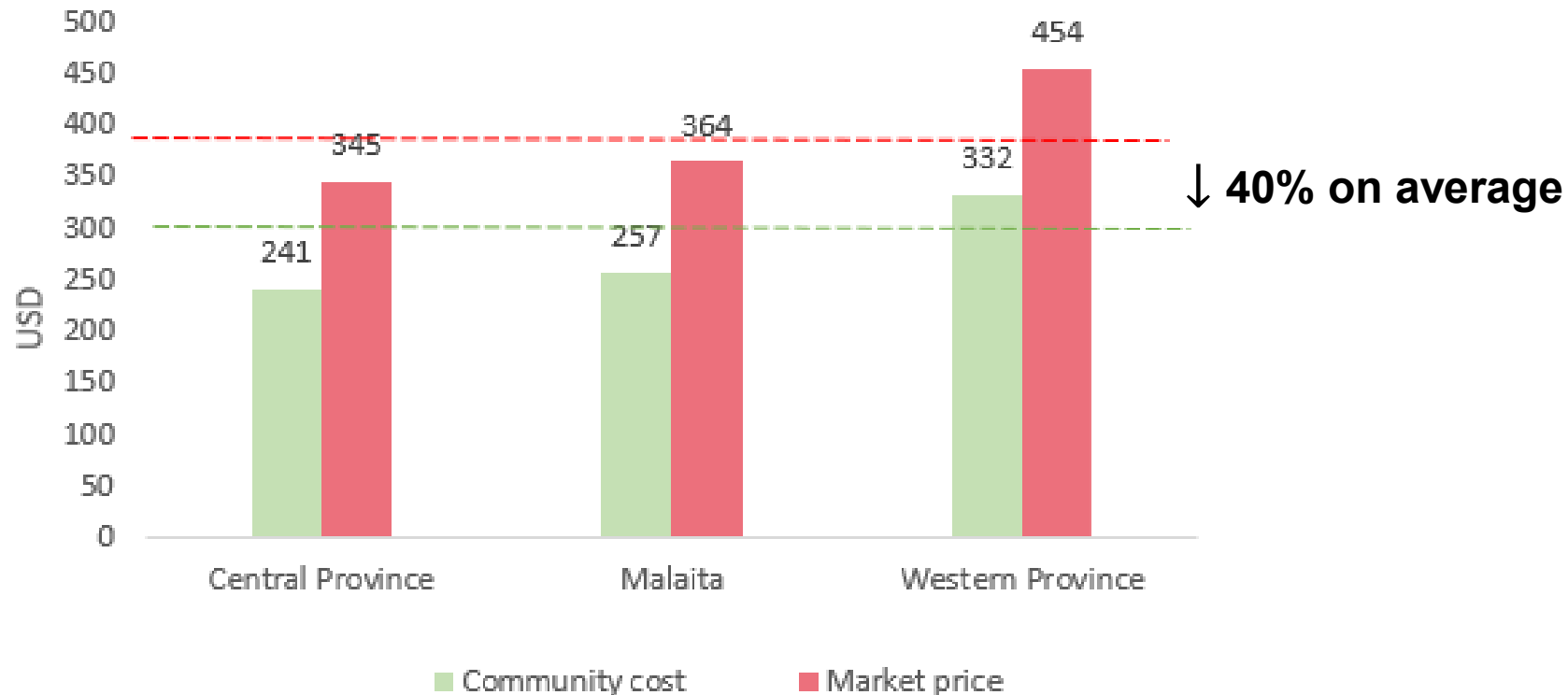
- Communities located far from the capital face **higher transport costs for materials and technical services.**



- Local natural resources availability and community labour contributions can **reduce overall costs in some locations.**
- Assumptions in model such as **discount rate, lifespan**, etc can also influence the increase/decrease of the total cost.

F3: Local natural resources availability can reduce overall costs in some locations.

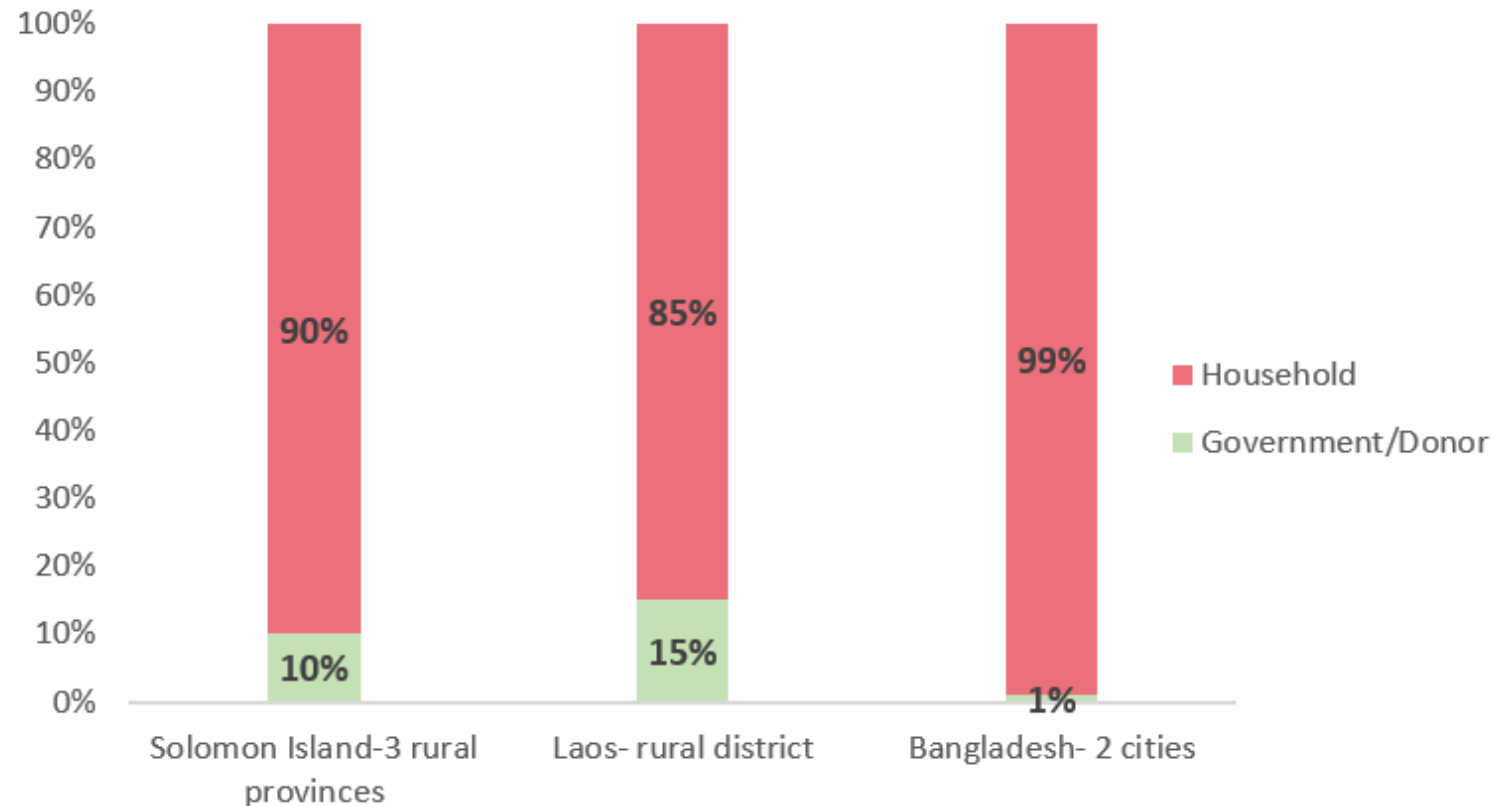
Example from Solomon Islands:



- Local natural resources availability and community labour contributions can **reduce overall costs in 40% on average.**

F4: Households bear a large share of the total costs

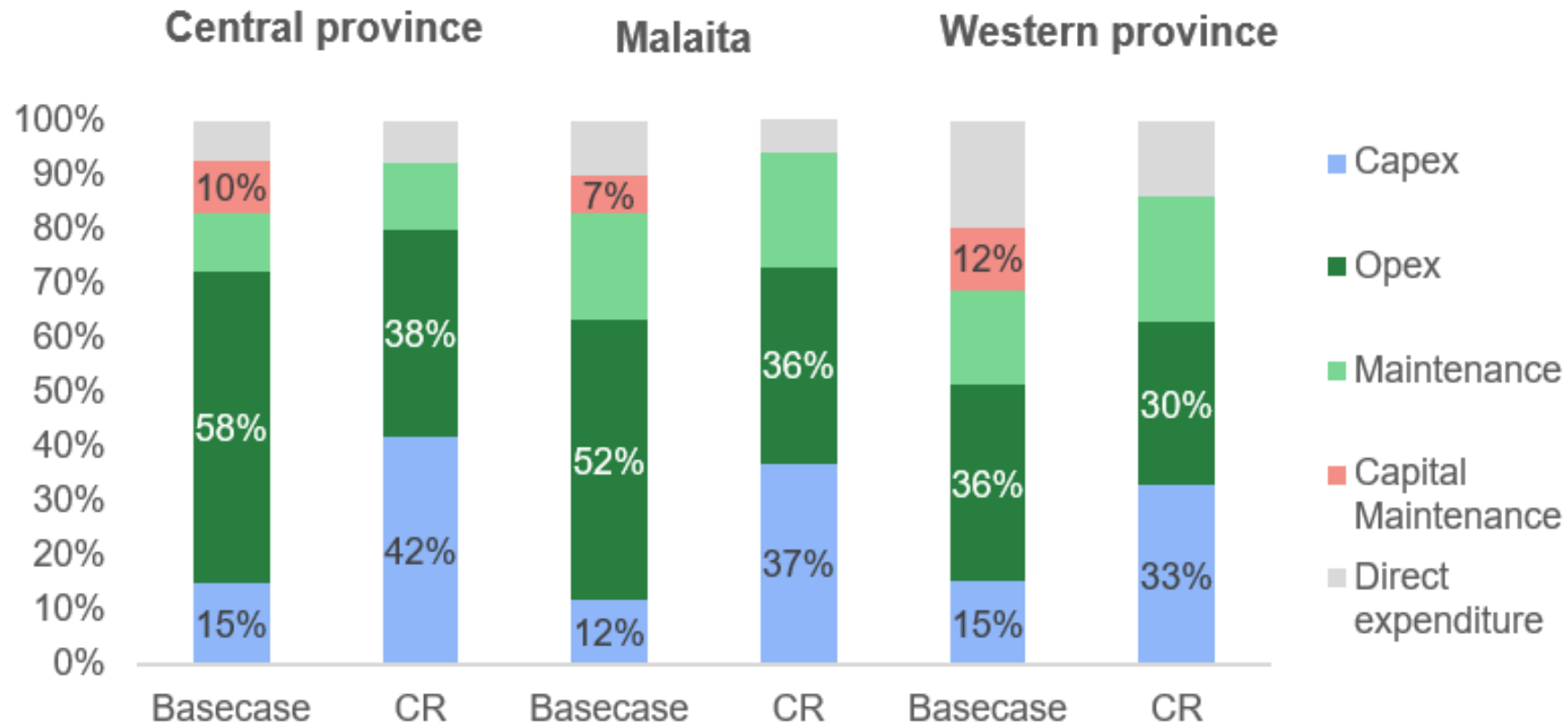
Across the three studies, households finance on average **92% of the CR lifecycle sanitation costs**.



This raises important concerns regarding **affordability and equity in sanitation financing**.

F5: Although climate-resilient systems increase capital costs, they reduce capital maintenance needs and extend system lifespan.

Example from Solomon Islands:



04

Policy implications

Policy implications

- **Integrate Climate Resilience into Sanitation Planning.** Sanitation planning processes should systematically incorporate both lifecycle cost analysis and climate resilience considerations to ensure that sanitation systems **remain functional** under changing climate conditions.
- **Mobilize new financing mechanisms.** Given that climate-resilient sanitation systems are more costly than conventional systems, there is a need to identify innovative financing mechanisms that can support the delivery of safely managed and climate-resilient sanitation services.
- **Promote cost-effective and locally appropriate CR design solutions.** Encourage innovative approaches to designing climate-resilient sanitation systems that make use of locally available resources and materials. This can help keep costs manageable while still achieving resilience to climate-related hazards.

Policy implications (2)

- **Reduce the financial burden on households.** Policies should prioritize mechanisms to reduce the financial burden on households, particularly for low-income populations.
- **Expand the evidence base.** Findings highlight the need for additional local-level costing studies, as the cost of climate-resilient sanitation varies significantly across contexts. Expanding the evidence base will help governments and development partners design more accurate budgets, financing strategies, and support with climate financing applications for sanitation such as through the Green Climate Fund (GCF)

Research team



Juliet Willetts



Naomi Carrard



Jeremy Kohlitz



Nabeela Nasim



Avni Kumar



Alejandro Medina Valenzuela

Research partners



More of our work

Website: <https://www.uts.edu.au/research/centres/isf/our-research/international-development>

Email: Alejandro.MedinaValenzuela@uts.edu.au

We are keen to continue this important work so get in touch if you want to learn more or work with us...

Thank You

WASH Economics Conference 2026

CWAS
CRDF
CENTER FOR WATER AND SANITATION
CEPT UNIVERSITY

CEPT
UNIVERSITY
FACULTY OF PLANNING

IFS
Institute for Fiscal Studies

LONDON
SCHOOL OF
HYGIENE
& TROPICAL
MEDICINE

Gates Foundation

