## INDICE

Acronyms and initials	Х
Definitions and data initials	Xi
Overview	1
Focusing of the right problems	4
Development, the environment, and the long-term prospect	7
Policies for development and the environment	10
Removing impediments to action	14
Putting policies to work	15
The costs of a better environment	23
1 Development and the environment: a false dichotomy	23
The context: population, poverty, and economic growth	25
Sustaining development	33
The nature of the challenge	41
2 Environmental priorities for development	44
Water	45
Air pollution	50
Solid and hazardous wastes	53
Land and habitat	55
Atmospheric changes	61
Conclusion	63
3 Markets, governments, and the environment	03
Environmental damage: diverse problems, common causes	64
Adopting good development policies	65
Using targeted environmental policies	70
4 Making better decisions: information, institutions, and	1.0
participation	83
The political economy of environmental degradation	
Improving knowledge and understanding	85
Changing institutions: making the public sector more responsive	87
Involving local people	93
5 Sanitation and clean water	
Water supply and sanitation as environmental priorities	98
Managing water resources better	100
Providing services that people want and are willing to pay for	103
Increasing investment in sanitation	106
Rethinking institutional arrangements	108
What might be accomplished	113
6 Energy and industry	114
Energy	115
Industry	126
Conclusions	132
7 Rural environmental policy	134
Resource management by individuals and enterprises	137
Resource management by communities	142
Resource management by governments	144
Conclusions	151
8 International environmental concerns	153

Some lessons from experience	154
Responding to the threat of greenhouse warming	158
Biological diversity: an approach to common concerns	166
9 The costs of a better environment	
Finance and the local environment	170
Financing environmental expenditure	175
Development in the twenty-first century	178
Bibliographical note	179
Environmental data appendix	192
World development indicators	207