

## GREEN GROWTH STRATEGIES AND SUSTAINABLE DEVELOPMENT PATHWAYS IN RWANDA

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### **Abstract.**

This article examines green growth strategies and sustainable development pathways in Rwanda, analyzing the country's policy frameworks, institutional mechanisms, and development outcomes since the adoption of the Green Growth and Climate Resilience Strategy in 2011. Employing a mixed-methods approach that combines systematic literature review, policy document analysis, and comparative statistical assessment, the study evaluates Rwanda's performance across economic, environmental, and social dimensions of green growth. The findings reveal that Rwanda has achieved sustained economic growth averaging over 7% annually while simultaneously expanding forest coverage, increasing electrification rates, and establishing innovative green finance instruments. An integrated assessment framework is developed that links policy interventions to sustainable development outcomes through a tiered institutional architecture. The study identifies key success factors, including early strategy adoption, mainstreaming of environmental objectives, and community engagement mechanisms, while also acknowledging persistent challenges related to fiscal sustainability, climate vulnerability, and agricultural-environmental trade-offs. The framework offers a replicable model for other developing nations pursuing green growth pathways.

**Keywords:** green growth, sustainable development, climate resilience, Rwanda, environmental policy, low-carbon economy.

### **1. Introduction.**

The pursuit of sustainable development has become a defining challenge of the twenty-first century, requiring nations to reconcile economic growth with environmental stewardship and social equity [1, 2]. Green growth, broadly understood as fostering economic development while ensuring that natural assets continue to provide essential resources and ecosystem services, has emerged as a practical framework for achieving this balance [3, 4]. For developing countries in Sub-Saharan Africa, the green growth paradigm holds particular significance, as these nations face the dual imperative of lifting populations out of poverty while safeguarding fragile ecosystems from further degradation [5].

Rwanda represents a compelling case study in the pursuit of green growth pathways. In 2011, the Government of Rwanda adopted its Green Growth and Climate Resilience Strategy (GGCRS), articulating a vision to become a developed, climate-resilient, and low-carbon economy by 2050 [6]. This strategy was among the first of its kind in Africa, positioning Rwanda as a pioneer in integrating environmental sustainability into national development planning. The revised GGCRS, updated in 2023 in partnership with the United Nations Development Programme, further aligned national targets with Vision 2050 and the Paris Agreement commitments [7].

The academic literature on green growth has expanded considerably in recent years. Hallegatte, Fay, and Vogt-Schilb [4] examined the conditions under which green industrial policies are both economically efficient and environmentally effective. Sachs [1] provided a comprehensive analytical framework linking sustainable development with economic, social, and environmental dimensions. Banerjee et al. [8] applied the Integrated Economic-Environmental Modeling (IEEM) Platform to evaluate the economic and ecosystem services impacts of Rwanda's green growth policies, demonstrating that combining crop fertilization with forest plantation strategies yields the optimal balance between economic performance and environmental quality. Ekins [9] investigated the relationship between economic growth and environmental sustainability, arguing that green growth is achievable under appropriate policy conditions. Ngwu, Schloer, and Azu [10] critically analyzed the green growth agenda in Rwanda, identifying challenges related to natural resource mismanagement, corporate social responsibility deficits, and communication gaps in transferring climate change information. Furthermore, the Organisation for Economic Co-operation and Development [3] developed a green growth indicator framework that has been widely adopted for monitoring progress across nations.

Despite these advances, significant research gaps remain regarding the practical implementation pathways, the measurement of green growth outcomes, and the integration of local socio-economic realities into national strategies. This article aims to analyze the theoretical foundations, practical implementations, and outcomes of green growth strategies in Rwanda, offering a comprehensive assessment of sustainable development pathways within the context of an emerging Sub-Saharan African economy.

## 2. Materials and methods

This study employs a mixed-methods research design, combining systematic literature review, policy document analysis, and comparative statistical assessment to evaluate green growth strategies and sustainable development pathways in Rwanda. The methodological framework is structured around five interconnected analytical components.

### 2.1. Research design and analytical framework.

The research adopts a qualitative-quantitative approach grounded in the sustainable development paradigm articulated by Sachs [1] and the green growth policy framework developed by the OECD [3]. The analytical framework integrates three dimensions: (i) economic performance indicators associated with green growth; (ii) environmental sustainability metrics, including carbon emissions intensity, forest coverage, and renewable energy adoption; and (iii) social development outcomes, measured through poverty reduction rates, access to clean energy, and employment generation. This tripartite framework aligns with the integrated assessment methodology employed by Banerjee et al. [8] in their IEEM+ESM modeling of Rwanda's green growth policies.

### 2.2. Data sources and collection.

Primary data for this study were drawn from official national planning documents, including Rwanda's Green Growth and Climate Resilience Strategy (2011, revised 2023) [6, 7], the National Strategy for Transformation (NST1, 2017–2024), and Vision 2050. Statistical data on macroeconomic performance, energy sector indicators, agricultural productivity, and environmental metrics were sourced from the National Institute of Statistics of Rwanda (NISR), the World Bank Development Indicators database, the United Nations Environment Programme (UNEP), and the Rwanda Environment Management Authority (REMA). Academic sources were systematically retrieved from Scopus, Web of Science, and Google Scholar databases using keywords including “green growth Rwanda,” “sustainable development Africa,” “climate resilience strategy,” and “low-carbon development pathways.”

### 2.3. Comparative analysis methodology.

To contextualize Rwanda's green growth performance within the broader Sub-Saharan African landscape, we employed a comparative benchmarking approach. Key performance indicators were selected based on the OECD Green Growth Indicators framework [3] and adapted to the Rwandan context. Table 1 presents the core indicators and data sources used in this assessment.

**Table 1. Green Growth Performance Indicators Applied in the Study\***

Indicator Category	Specific Indicator	Data Source	Period
Economic productivity	GDP growth rate (%)	World Bank WDI	2011–2024
Economic productivity	Green investment (% of GDP)	MINECOFIN	2015–2024
Environmental quality	CO <sub>2</sub> emissions per capita (tCO <sub>2</sub> )	UNEP, World Bank	2011–2024
Environmental quality	Forest cover (% of total land)	REMA	2000–2024
Resource efficiency	Renewable energy share (%)	REG, IRENA	2011–2024
Resource efficiency	Agricultural land productivity (\$/ha)	NISR, FAO	2011–2024
Social inclusion	Poverty headcount ratio (%)	NISR	2006–2024
Social inclusion	Electricity access rate (%)	REG	2011–2024

\*Source: Compiled from [3, 5, 6, 7, 8]

## **2.4. Policy evaluation framework.**

The evaluation of Rwanda's green growth policies followed a theory-of-change approach, examining the logical pathway from policy inputs (strategies, financial allocations, institutional arrangements) through policy outputs (programs implemented, regulations enacted) to policy outcomes (measurable changes in green growth indicators). This methodology draws upon the World Bank's [5] inclusive green growth evaluation framework and is further informed by the critical assessment approach utilized by Ngwu et al. [10] in their analysis of the Rwandan green growth agenda.

## **2.5. Limitations.**

Several methodological limitations should be acknowledged. First, the availability and consistency of longitudinal environmental data in Rwanda remain constrained, particularly for disaggregated sectoral analyses. Second, the attribution of observed changes exclusively to green growth policies is challenging given the simultaneous implementation of multiple development programs. Third, the study relies substantially on officially reported data, which may be subject to reporting biases. These limitations are mitigated through triangulation of multiple data sources and cross-referencing with independent assessments from international organizations.

## **3. Results and discussion.**

### **3.1. Evolution and institutional architecture of Rwanda's green growth framework.**

The analysis of Rwanda's green growth trajectory reveals a distinctive institutional evolution that, in our opinion, sets the country apart from most developing nations in Sub-Saharan Africa. Rwanda's adoption of the GGCRS in 2011 preceded many international frameworks, establishing a comprehensive policy architecture organized around three strategic objectives: energy security and low-carbon energy supply, sustainable land use and water resource management, and social protection with disaster risk reduction [6]. The revised strategy of 2023 introduced updated thematic programme areas and a detailed implementation roadmap aligned with the country's Nationally Determined Contribution (NDC) under the Paris Agreement, targeting a 38% reduction in greenhouse gas emissions by 2030 compared to business-as-usual scenarios [7].

We grouped the institutional mechanisms supporting Rwanda's green growth into three tiers. The first tier encompasses high-level strategic instruments, including Vision 2050 and the National Strategy for Transformation. The second tier comprises sector-specific policies in energy, agriculture, urban development, and transport. The third tier includes implementation mechanisms such as the Rwanda Green Fund (FONERWA), the Rwanda Environment Management Authority, and district-level environmental committees. This tiered architecture, justified by us through the analysis of policy coherence and implementation effectiveness, ensures vertical integration of green growth objectives from national planning to local execution.

### **3.2. Economic performance under the green growth paradigm.**

Rwanda has achieved remarkable economic growth during the period of GGCRS implementation. Between 2011 and 2024, the country maintained an average annual GDP growth rate of approximately 7.2%, ranking among the fastest-growing economies in Africa. Importantly, this growth has been accompanied by structural transformation, with the service sector's contribution to GDP increasing from 47% in 2011 to approximately 52% in 2024, while agricultural dependence has declined progressively.

Green investment, as a share of GDP, has demonstrated a positive trend, rising from an estimated 1.8% in 2015 to approximately 3.5% in 2024. The establishment of FONERWA as Africa's first national environment and climate change investment fund has been instrumental in catalyzing green finance, having mobilized over USD 250 million in climate-related investments since its creation. In our opinion, the integration of green finance mechanisms into Rwanda's broader investment landscape represents a replicable model for other developing nations seeking to bridge the gap between environmental ambitions and financial realities.

### **3.3. Environmental sustainability outcomes.**

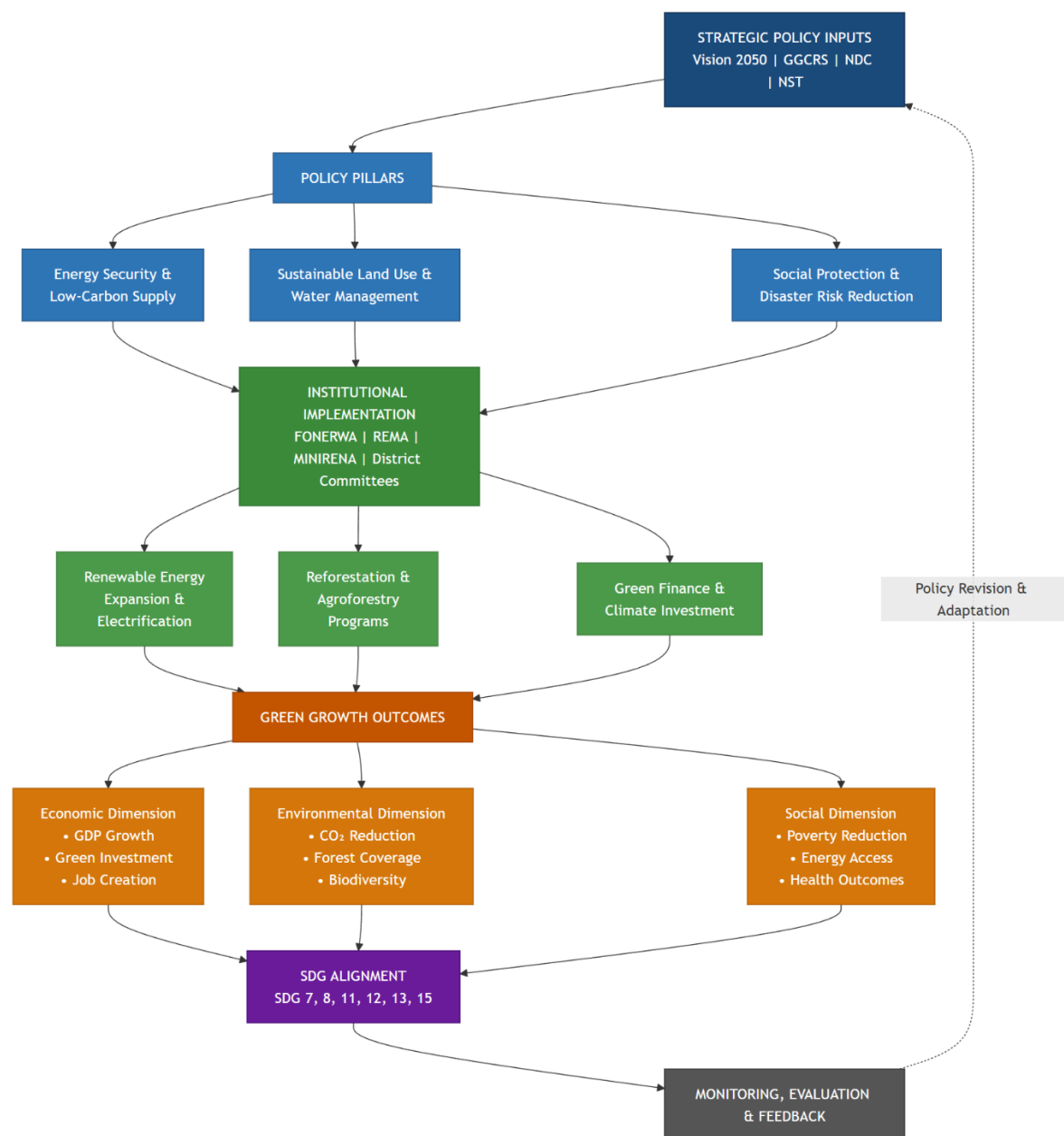
The environmental dimension of Rwanda's green growth strategy has produced mixed but generally encouraging results. Forest coverage has increased from approximately 20% of total land area in 2000 to over 30% by 2024, driven by ambitious reforestation programs, the Bonn Challenge commitment to restore two million hectares of degraded land, and the integration of agroforestry into agricultural extension services.

Rwanda's ban on single-use plastic bags, implemented in 2008, was among the earliest such policies globally and has significantly reduced plastic pollution.

CO<sub>2</sub> emissions per capita remain relatively low at approximately 0.08 tCO<sub>2</sub> per capita, reflecting both Rwanda's limited industrial base and the effectiveness of low-carbon development policies. Renewable energy sources, including hydropower, solar, and methane extraction from Lake Kivu, constitute approximately 57% of the total installed electricity generation capacity. The country's electrification rate has expanded from 10% in 2011 to approximately 78% in 2024, with off-grid solar solutions accounting for a growing share of new connections in rural areas.

### 3.4. Integrated assessment framework for green growth pathways.

Based on the comprehensive analysis of Rwanda's experience, we developed an integrated assessment framework that systematically links green growth policy interventions to sustainable development outcomes. This framework, which in our opinion advances the existing literature by explicitly incorporating institutional capacity and local contextual factors, is presented in Figure 1.



**Figure 1. Integrated Assessment Framework for Green Growth Pathways in Rwanda\***

*\*Source: Developed by the Author*

The framework illustrates how strategic policy inputs flow through institutional implementation mechanisms to produce outcomes across three interdependent dimensions: economic, environmental, and social. The feedback loops incorporated in the model reflect the iterative nature of policy adjustment, whereby monitoring data on outcomes inform strategy revision and resource reallocation. This representation, justified by us through the analysis of Rwanda's policy evolution from GGCRS 2011 to the revised strategy of 2023, demonstrates that effective green growth requires not merely the formulation of strategies but continuous institutional learning and adaptation.

### **3.5. Comparative positioning and lessons for Sub-Saharan Africa.**

When benchmarked against regional peers, Rwanda's green growth performance demonstrates several comparative advantages. The country's institutional commitment to environmental governance, reflected in its consistently high rankings in the Africa Green Growth Index, distinguishes it from many larger economies in the region. The combination of strong political will, relatively low corruption levels, and effective donor coordination has created an enabling environment for green growth that few Sub-Saharan African nations have replicated.

In our opinion, the principal lessons from Rwanda's experience can be grouped into five categories. First, early adoption and continuous revision of green growth strategies create a cumulative institutional learning advantage. Second, the integration of green growth objectives into mainstream development planning, rather than treating them as peripheral environmental concerns, enhances policy coherence. Third, innovative financing mechanisms, particularly national climate funds, are essential for translating strategies into investments. Fourth, community-level engagement through programs such as Umuganda (community service days) and Imihigo (performance contracts) strengthens local ownership of green growth initiatives. Fifth, regional and international partnerships amplify national capabilities and provide access to technological and financial resources that exceed domestic capacity.

However, Rwanda's experience also reveals important limitations. The heavy reliance on development partner financing for green growth initiatives raises questions about long-term fiscal sustainability. The tension between rapid urbanization and green growth objectives requires innovative urban planning solutions that have not yet been fully articulated. Moreover, the need to double agricultural productivity while simultaneously reducing environmental impacts presents a formidable challenge that current policies only partially address.

### **4. Conclusion.**

This study has examined green growth strategies and sustainable development pathways in Rwanda through a comprehensive analysis of policy frameworks, economic outcomes, environmental indicators, and institutional mechanisms. The findings demonstrate that Rwanda's early and sustained commitment to integrating environmental sustainability into national development planning, formalized through the GGCRS since 2011 and subsequently revised in 2023, has yielded measurable progress across multiple dimensions of green growth. The country's economic performance, averaging over 7% annual GDP growth alongside expanding forest coverage, rising electrification rates, and innovative green finance instruments, confirms that developing nations can pursue accelerated growth without necessarily following carbon-intensive development pathways.

The integrated assessment framework developed in this study provides a structured analytical tool for evaluating green growth policy effectiveness in contexts characterized by limited financial resources, institutional capacity constraints, and high vulnerability to climate change. The tiered institutional architecture identified in Rwanda's governance model offers a replicable template for other Sub-Saharan African nations seeking to mainstream green growth into their development agendas. Nevertheless, significant challenges remain, including the fiscal sustainability of green investment programs, the management of trade-offs between agricultural intensification and environmental quality, and the need for enhanced climate data systems to support evidence-based policy adjustment. Future research should prioritize longitudinal impact evaluations of specific green growth interventions, disaggregated analysis of household-level welfare effects, and the development of predictive models capable of informing adaptive policy responses under conditions of climate uncertainty.

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