Costa Rica Catastrophe Deferred Draw Down Option (CAT DDO) (P111926)


Implementing Agencies: Republic of Costa Rica, Ministry of Finance (Hacienda), Ministry of Finance

Key Dates

**Key Project Dates**
- Bank Approval Date: 16-Sep-2008
- Effectiveness Date: 05-Mar-2009
- Planned Mid Term Review Date: --
- Actual Mid-Term Review Date: --
- Original Closing Date: 30-Oct-2011
- Revised Closing Date: 30-Oct-2017

Program Development Objectives

Program Development Objective (from Program Document)
DON'T PUB OLD REPORTED

Board Approved Revised Program Development Objective (If program is formally restructured)
DON'T PUB OLD REPORTED

Overall Ratings

<table>
<thead>
<tr>
<th>Name</th>
<th>Previous Rating</th>
<th>Current Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>Progress towards achievement of PDO</td>
<td>Satisfactory</td>
<td>Satisfactory</td>
</tr>
<tr>
<td>Overall Implementation Progress (IP)</td>
<td>Satisfactory</td>
<td>Satisfactory</td>
</tr>
<tr>
<td>Overall Risk Rating</td>
<td>Low</td>
<td>Low</td>
</tr>
</tbody>
</table>

Implementation Status and Key Decisions

During the DPL with CAT DDO implementation (2008-2017), the GoCR enhanced its capacity to develop and implement its National DRM Program, focused on strengthening the institutional and legal framework and mainstreaming disaster risk in the National Development and Investment programs. The recently approved 2016-2030 DRM Policy and the 2016-2020 National Plan on DRM aligned with the 2015-2030 Sendai Framework, are signaling that the GoCR is on the right track to continue advancing its National DRM Program with a more proactive approach by emphasizing disaster risk preparedness and not only response.
### Risks

**Systematic Operations Risk-rating Tool**

<table>
<thead>
<tr>
<th>Risk Category</th>
<th>Rating at Approval</th>
<th>Previous Rating</th>
<th>Current Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>Political and Governance</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
<tr>
<td>Macroeconomic</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
<tr>
<td>Sector Strategies and Policies</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
<tr>
<td>Technical Design of Project or Program</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
<tr>
<td>Institutional Capacity for Implementation and Sustainability</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
<tr>
<td>Fiduciary</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
<tr>
<td>Environment and Social</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
<tr>
<td>Stakeholders</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
<tr>
<td>Other</td>
<td>--</td>
<td>--</td>
<td>--</td>
</tr>
<tr>
<td>Overall</td>
<td>--</td>
<td>⚫ Low</td>
<td>⚫ Low</td>
</tr>
</tbody>
</table>

### Results

**Results Indicators**
Strengthened regulatory and institutional framework for DRM through an enhanced capacity of CNE to coordinate and incentivize DRM activities. (Text, Custom)

<table>
<thead>
<tr>
<th>Value</th>
<th>Baseline</th>
<th>Actual (Previous)</th>
<th>Actual (Current)</th>
<th>End Target</th>
</tr>
</thead>
</table>

Implementation of five selected strategic goals of the Nat. DRM Plan 2010-2015 (Text, Custom Breakdown)

<table>
<thead>
<tr>
<th>Value</th>
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<th>Actual (Previous)</th>
<th>Actual (Current)</th>
<th>End Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 targets implemented</td>
<td>From 5 selected goals of the DRM Plan 2010 - 2015, the GoCR has complied with 4 (it is still pending having 81 municipalities with updated and geo-referenced information). Additionally, to comply with these goals the GoCR has approved a new DRM Policy and Plan and has initiated its implementation. In October 2016, the National Risk Forum was held, and the DRM National Plan monitoring committees were put in place. The National Risk Management Policy and the DRM National Plan are being used to generate various public policy instruments in sectors such as: environmental, health, infrastructure, rural development and urban development.</td>
<td>A total of 7 selected goals were achieved i.e.: (i) four under the 2010 – 2015 Nat. DRM Plan; and (ii) two under the new 2016-2030 Nat. DRM Policy and the 2016-2020 Nat. DRM Plan that are aligned with the 2015-2030 Sendai Framework. The National Emergency Commission put in place the monitoring committees for each management areas of both the new Nat. DRM Policy and Plan: (i) Risk Reduction, (ii) Preparedness and Response, and (iii) Recovery; and developed the Nat. Forum on DRM, that will include a progress report on the 2016-2020 Nat. DRM Plan.</td>
<td>Implementation of 5 selected goals of the Nat. DRM Plan 2010-2015</td>
<td></td>
</tr>
</tbody>
</table>
### Well-funded and functional Fondo Nacional de Emergencias as part of the Disaster Risk Management Program

<table>
<thead>
<tr>
<th>Value</th>
<th>Baseline</th>
<th>Actual (Previous)</th>
<th>Actual (Current)</th>
<th>End Target</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>The Emergency Fund is well-funded and functioning.</td>
<td>The Emergency Fund is well-funded and functioning.</td>
<td>The National Emergency Fund remains well-funded and functioning.</td>
<td>The Fondo Nacional de Emergencias remains well-funded and functional as part of the DRM Financial Strategy through 2011.</td>
</tr>
</tbody>
</table>

### Design of a financial strategy for Disaster Risk Management

<table>
<thead>
<tr>
<th>Value</th>
<th>Baseline</th>
<th>Actual (Previous)</th>
<th>Actual (Current)</th>
<th>End Target</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>No financial strategy</td>
<td>A draft DRFI strategy was sent by the Minister of Finance to the relevant public entities to get their input. Their comments are expected to be discussed in March/April, 2017.</td>
<td>A Disaster Risk Finance and Insurance strategy has been designed and incorporates inputs from some areas at MoF, MIDEPLAN and CNE. The GoCR is evaluating its participation in the Caribbean Catastrophe Risk Insurance Facility (CCRIF), as part of its Disaster Risk Financing and Insurance strategy. It’s worth mentioning that the initial resources to address the emergency due to Hurricane Otto came mainly from the National Emergency Fund (77%) and the rest from public institutions and international organizations.</td>
<td>Designing a financial strategy for DRM.</td>
</tr>
</tbody>
</table>
Key line ministries annual programs include risk analysis and risk reduction initiatives. (Text, Custom)

<table>
<thead>
<tr>
<th>Value</th>
<th>Baseline</th>
<th>Actual (Previous)</th>
<th>Actual (Current)</th>
<th>End Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Disaster risk management has been incorporated in the 2006-2010 National Development Plan.</td>
<td>Disaster risk management remains in the National Development Plan and is included in the line ministries annual programs.</td>
<td>Disaster risk management remains in the National Development Plan and is included in the line ministries annual programs.</td>
<td>Discharge risk management remains in the National Development Plan and included in the line ministries annual programs.</td>
<td></td>
</tr>
</tbody>
</table>

Mainstream DRM in planning programs at the sub-national level (Text, Custom Breakdown)

<table>
<thead>
<tr>
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<th>Actual (Current)</th>
<th>End Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>DRM in planning programs at national level only</td>
<td>The Nat. DRM plan monitoring tool is to begin the monitoring in mid-2017. The tool will allow monitoring the resources that various entities assign to DRM activities and it is expected to provide input for supporting development plans including DRM at the sub-national level.</td>
<td>A 2016 – 2020 DRM National Plan monitoring tool was developed. Its results will be presented at the National Forum on DRM (October 2017). The tool will allow monitoring the resources that various entities assign to DRM activities. Additionally, it will bring inputs to CNE for supporting sub national level in elaborating planning plans, which included as component DRM.</td>
<td>Mainstreaming DRM in planning programs at sub-national level with disaster risk information.</td>
<td></td>
</tr>
</tbody>
</table>

An increased proportion of projects approved by MIDEPLAN integrate DRM considerations. (Text, Custom)

<table>
<thead>
<tr>
<th>Value</th>
<th>Baseline</th>
<th>Actual (Previous)</th>
<th>Actual (Current)</th>
<th>End Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Incorporation of disaster risk analysis in the MIDEPLAN screening of investment projects.</td>
<td>All the projects approved by MIDEPLAN have integrated DRM considerations.</td>
<td>All the projects (100%) approved by MIDEPLAN have integrated DRM considerations.</td>
<td>An increased proportion of projects approved by MIDEPLAN have properly integrated DRM considerations.</td>
<td></td>
</tr>
</tbody>
</table>
### Increased capacity for incorporating disaster risk analysis in the public investment process (Text, Custom Breakdown)

<table>
<thead>
<tr>
<th>Value</th>
<th>Baseline</th>
<th>Actual (Previous)</th>
<th>Actual (Current)</th>
<th>End Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capacity for incorporating disaster risk at minimum.</td>
<td>MIDEPLAN updated the &quot;Technical Norms, Guidelines and Procedures for Public Investment in Costa Rica&quot;. CNE organized training for 23 officials from 15 institutions in Nov and Dec 2016 on methodologies for incorporating disaster risk analysis in the public investment process.</td>
<td>MIDEPLAN updated and published &quot;Technical Norms, Guidelines and Procedures for Public Investment in Costa Rica&quot;. Public officials (who participated in continuous training programs provided by MIDEPLAN and CNE) are now using improved methodologies developed by MIDEPLAN to better integrate disasters risk considerations into the public investment decision processes. Additionally, MIDEPLAN developed an on-line information system tool that gives access to private and public decision makers to historical information on economic losses due to the occurrence of disasters.</td>
<td>Capacity building for incorporating disaster risk in the public investment process. Government officials trained in disaster risk analyses in public investments.</td>
<td></td>
</tr>
</tbody>
</table>

**Overall Comments**

**Data on Financial Performance**
Disbursements (by loan)

<table>
<thead>
<tr>
<th>Project</th>
<th>Loan/Credit/TF</th>
<th>Status</th>
<th>Currency</th>
<th>Original</th>
<th>Revised</th>
<th>Cancelled</th>
<th>Disbursed</th>
<th>Undisbursed</th>
<th>Disbursed</th>
</tr>
</thead>
<tbody>
<tr>
<td>P111926</td>
<td>IBRD-75940</td>
<td>Effective</td>
<td>USD</td>
<td>65.00</td>
<td>65.00</td>
<td>0.00</td>
<td>65.00</td>
<td>0.00</td>
<td>100%</td>
</tr>
</tbody>
</table>

Key Dates (by loan)

<table>
<thead>
<tr>
<th>Project</th>
<th>Loan/Credit/TF</th>
<th>Status</th>
<th>Approval Date</th>
<th>Signing Date</th>
<th>Effectiveness Date</th>
<th>Orig. Closing Date</th>
<th>Rev. Closing Date</th>
</tr>
</thead>
</table>

Tranches

- **Tranche 17**
  
  Description
  Prior actions were adopted, implemented or achieved before Board approval.
  
  Amount (USD) | Expected Release Date | Actual Release Date | Status
  --- | --- | --- | ---
  65000000.00 | 31-Oct-2008 | Released

  Tranche Condition Description
  Status
  If Not Met | If Delayed
  --- | ---
  Met | Met

Restructuring History

There has been no restructuring to date.

Related Operations

There are no related projects.