Implementation Status & Results
Costa Rica

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

Project Name: Costa Rica Catastrophe Deferred Draw Down Option (CAT DDO) (P111926)
Program Stage: Implementation
Seq.No: 5
Status: ARCHIVED
Last Modified Date: 11-Feb-2011

Country: Costa Rica
Approval FY: 2009

Product Line: IBRD/IDA
Region: LATIN AMERICA AND CARIBBEAN
Lending Instrument: Development Policy Lending


Key Dates
Board Approval Date 16-Sep-2008
Original Closing Date 30-Oct-2011
Planned Mid Term Review Date
Last Archived ISR Date 29-Apr-2010

Effectiveness Date 05-Mar-2009
Revised Closing Date 30-Oct-2011
Actual Mid Term Review Date

Program Development Objectives

The overall development objective of the proposed operation is to enhance the government’s capacity to implement its disaster risk management program for natural disasters.

The program document proposes a US$65 million Catastrophe Deferred Drawdown Option (CAT DDO) as budget financing for the Government of Costa Rica (GoCR) for three years, renewable up to four times (for a total of 15 years).

Has the Program Development Objective been changed since Board Approval of the Program?
☐ Yes ☐ No

Overall Ratings

<table>
<thead>
<tr>
<th>Progress towards achievement of PDO</th>
<th>Previous Rating</th>
<th>Current Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>Highly Satisfactory</td>
<td></td>
<td>Highly Satisfactory</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Overall Implementation Progress (IP)</th>
<th>Previous Rating</th>
<th>Current Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>Satisfactory</td>
<td></td>
<td>Highly Satisfactory</td>
</tr>
</tbody>
</table>

Implementation Status Overview

The project is achieving its objective to enhance the capacity of the Government to implement its disaster risk management program for natural disasters, and project implementation is progressing as expected. The Bank has maintained an open dialogue on DRM issues with the country and verified that the operation is successfully supporting two key policy areas of the Costa Rica Disaster Risk Management Program: (a) strengthening of the institutional and legal framework, and (b) mainstreaming disaster risk in the National Development and Investment programs. The DRM agenda in the country has expanded to: (a) the integration of Disaster Risk Management in the Costa Rica Planning System, (b) the development of risk transfer instruments, (c) the use of risk modeling tools (through the Central America Probabilistic Risk Assessment - CAPRA), and (d) the implementation of early warning systems (in cooperation with the World Meteorological Organization - WMO).

Results
<table>
<thead>
<tr>
<th>Indicator</th>
<th>Baseline</th>
<th>Current</th>
<th>End Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Indicator Name</td>
<td>Strengthened regulatory and institutional framework for DRM through an enhanced capacity of CNE to coordinate and incentivize DRM activities.</td>
<td>Adoption of Law No. 8488 and its reglamento. Date 16-Sep-2008</td>
<td>Law No. 8488 and its reglamento are in place. After a DRM National Forum in 10/2009 a DRM National Plan was approved in 1/2010, and a CNE institutional restructuring plan is ready for implementation. Date 12-Nov-2010</td>
</tr>
<tr>
<td>Indicator Name</td>
<td>Well-funded and functional Fondo Nacional de Emergencias as part of the Disaster Risk Management Program. Well-funded and functional Fondo Nacional de Emergencias as part of the Disaster Risk Management Program.</td>
<td>The Emergency Fund is well-funded and functioning. Date 16-Sep-2008</td>
<td>Fund is well funded and functioning as prescribed in Law 8488. As of September 2010, the National Emergency Fund totaled US$75.5 million (in April 2010, the fund totaled US$72.6 million). Date 12-Nov-2010</td>
</tr>
<tr>
<td>Indicator Name</td>
<td>Key line ministries annual programs include risk analysis and risk reduction initiatives.</td>
<td>Disaster risk management has been incorporated in the 2006-2010 National Development Plan. Date 16-Sep-2008</td>
<td>Disaster risk management is part of the new 2011-2014 National Development Plan. The GoCR through MIDEPLAN has established a public investment legal framework. Date 12-Nov-2010</td>
</tr>
</tbody>
</table>
**Indicator**

**Indicator Name**
An increased proportion of projects approved by MIDEPLAN integrate DRM considerations.

**Type**
Custom Indicator

**Unit of Measure**
Text

### Baseline

**Value**
Incorporation of disaster risk analysis in the MIDEPLAN screening of investment projects.

**Date**
16-Sep-2008

**Comment**

### Current

**Value**
Disaster risk analysis is still in the MIDEPLAN screening of investment projects. The projects that incorporate risk analysis and mitigation actions have increased by 49% from November 2009 to November 2010 (i.e. from 51 to 76).

**Date**
12-Nov-2010

**Comment**

### End Target

**Value**
An increased proportion of projects approved by MIDEPLAN have properly integrated DRM considerations.

**Date**
16-Sep-2011

**Comment**

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**Data on Financial Performance (as of 30-Dec-2010)**

**Financial Agreement(s) Key Dates**

<table>
<thead>
<tr>
<th>Project</th>
<th>Loan No.</th>
<th>Status</th>
<th>Approval Date</th>
<th>Signing Date</th>
<th>Effectiveness Date</th>
<th>Closing Date</th>
</tr>
</thead>
</table>

**Disbursements (in Millions)**

<table>
<thead>
<tr>
<th>Project</th>
<th>Loan No.</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>25.32</td>
<td>39.68</td>
<td>39.00</td>
</tr>
</tbody>
</table>

**Tranches**

**Tranche 1**

**Description**
Prior actions were adopted, implemented or achieved before Board approval.

<table>
<thead>
<tr>
<th>Amount (USD)</th>
<th>Expected Release Date</th>
<th>Actual Release Date</th>
<th>Status</th>
</tr>
</thead>
<tbody>
<tr>
<td>65,000,000</td>
<td>31-Oct-2008</td>
<td></td>
<td>Pending</td>
</tr>
</tbody>
</table>

**Tranche Condition Description**

<table>
<thead>
<tr>
<th>Status</th>
<th>If Not Met</th>
<th>If Delayed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Met</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Not Met</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**The macroeconomic framework and the DRM program are considered adequate for the purpose of this operation.**

**Key Decisions Regarding Implementation**

None.
Restructuring History
There has been no restructuring to date.

Related Operations
There are no related projects.