

CLIMATE INVESTMENT FUNDS

PPCR/SC.9/3
October 12, 2011

Meeting of the PPCR Sub- Committee
Washington, DC
November 2, 2011

Agenda Item 3

SEMI-ANNUAL REPORT ON PPCR OPERATIONS

Proposed Decision by PPCR Sub-Committee

The PPCR Sub-Committee reviewed document, PPCR/SC.9/3, *Semi-Annual Report on PPCR Operations*, and welcomes the progress that has been made in advancing the work of the PPCR in the pilot countries and regions. The Sub-Committee notes with appreciation that SPCRs for most of the PPCR pilots have now been submitted for endorsement and are entering into implementation.

The Sub-Committee invites those pilots that have not yet submitted their SPCRs to continue to work expeditiously to prepare high quality programs.

INTRODUCTION

1. The purpose of this note is to provide the PPCR Sub-Committee with a semi-annual report on the status of PPCR activities. This is the third operational report presented to the PPCR Sub-Committee, and it covers the period from June 30, 2011 to October 31, 2011.
2. As PPCR has moved into its operational phase, the semi-annual report will increasingly provide data and information on meeting key benchmarks which are indicators of progress in the PPCR pilot countries, including dates on :
 - (a) Endorsement of SPCRs;
 - (b) projects and programs approved by the Sub-Committee;
 - (c) projects and programs approved by the MDBs;
 - (d) effectiveness of a project or program (signature of grant or loan agreement between the pilot country government and the MDB); and
 - (e) first disbursement.
3. This data will be provided through the SCF pipeline management system¹, which captures all relevant data for the SCF targeted programs, including the FIP. An important objective of pipeline management is to contribute to the effectiveness and efficiency of the SCF and its targeted programs by providing predictability and confidence in the management of the funds to the Sub-Committees as well as the country teams that are responsible for preparing investment plans and associated programs and projects.
4. The semi-annual report will also be complemented over time with information from annual monitoring reports which will reflect on the progress of projects and programs in the pilot countries and regions.
5. Contact details for pilot country focal points and the documentation of PPCR activities by pilot country and region are posted on the CIF website (http://www.climateinvestmentfunds.org/cif/Pilot_Programs).

STATUS OF PPCR COUNTRY AND REGIONAL PILOTS

Strategic Programs for Climate Resilience

6. During its June 2011 meeting, the Sub-Committee reviewed and endorsed the SPCRs for Cambodia, Mozambique, Nepal, St. Lucia and Zambia, and agreed to the further development of activities foreseen in them. A total of US\$207 million in grant resources and US\$159 million in PPCR credits were requested for the development and implementation of identified priority actions.

¹ SCF/TFC.8/4 - Pipeline Management of the Targeted Programs under the Strategic Climate Fund

7. SPCRs for Bolivia, Jamaica, Yemen and the regional track for the Caribbean program have been submitted for review and endorsement by the PPCR Sub-Committee at its November meeting. If endorsed, all single pilot countries will have completed their programming process and will now be preparing projects and programs agreed in the endorsed SPCRs.

8. The remaining PPCR pilot countries, Dominica and Haiti, participating in the Caribbean regional program and Papua New Guinea and Tonga, participating in the Pacific regional program as well as the Pacific regional track are in the process of finalizing their SPCRs for submission in 2012.

Project Preparation Grant Approvals

9. During the reporting period, the Sub-Committee approved a project preparation grant in the amount of US\$ 600,000 in PPCR funding to contribute to the preparation of the *Bangladesh - Climate Resilient Infrastructure Improvement in Coastal Zone Project (ADB)*.

Project Approvals

10. During the reporting period, the PPCR Sub-Committee reviewed and approved PPCR funding two projects:

- (i) *Bangladesh - Climate Change Capacity Building and Knowledge Management (ADB)*, with a PPCR grant allocation of US\$0.5 million.
- (ii) *Niger - Community Action Project for Climate Resilience (CAPCR) (WB)*, with a PPCR allocation of US\$63.0 million (US\$35.0 million in grants and US\$ 28.0 million in credits).

11. As of October 15, 2011, PPCR funding for five projects have been approved by the Sub-Committee totaling 98.1million in PPCR resources. These resources are expected to leverage a total of US\$72.1million in co-financing.

12. Annex 1 provides an overview of the approved and endorsed PPCR resources by pilot country and region.

Monitoring for delivery of investment plans, projects and programs

13. The following “traffic light” system was agreed upon to flag for the PPCR Sub-Committee the delivery status of investment plans, projects and programs:

Green	MDB(s) confirms that delivery dates will be met or delays will not exceed 12 months.
Yellow	MDB(s) acknowledges delays between 12 and 24 months but is reasonably confident that no further delays will occur.
Red	MDB(s) acknowledges delays of more than 24 months with uncertainties whether delivery will occur within 2 years of first anticipated delivery date

14. Since the PPCR Sub-Committee has begun to approve PPCR funding for project and program proposals which will be further developed by the countries and the MDBs, the traffic light system has been extended to capture the following additional benchmarks:

- (a) date of PPCR Sub-Committee approval
- (b) date of MDB approval,
- (c) date of signature of project agreement between the MDB and the Government of the pilot country or other client; and
- (d) date of first disbursement.

15. For these benchmarks, the “traffic light system” is as follows:

Green	Does not exceed 9 months between each benchmark.
Yellow	9-18 months between each benchmark.
Red	Does exceed 18 months between benchmarks

16. The table below presents for each pilot country comprehensive information on

- (a) dates for submitting SPCRs to the PPCR Sub-Committee for endorsement;
- (b) dates for submitting requests for approval of PPCR funding for a project or program;
- (c) rating applying the traffic light system; and
- (d) if applicable, reasons for delay and corrective measures to avoid further delays in submitting the investment plan, project or program to reach agreed benchmarks.

Disbursements

17. Consistent with the decision by the PPCR Sub-Committee, a second PPCR disbursement report was submitted to the Sub-Committee on August 30, 2011. The report is posted on the CIF website

<http://www.climateinvestmentfunds.org/cif/sites/climateinvestmentfunds.org/files/PPCR%20Disbursement%20Report%20June%2030%202011.pdf>

Table 1: Delivery Status of Strategic Programs for Climate Resilience, Projects and Programs

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
BANGLADESH					
SPCR			Endorsed in November 2010	Green	
Project 1: Promoting Climate Resilient Agriculture and Food Security (IFC)	October 2011	Project preparation Grant proposal	Preparations for scoping study underway and results will be used to design program in early FY13	Yellow	
Project 2: Coastal Embankments Improvement and Afforestation (WB)	FY2013	SPCR	Project expected to be submitted for Sub-Committee approval in June 2012.	Green	
Project 3: Coastal Climate Resilient Water Supply, Sanitation, and Infrastructure Improvement (ADB)	FY2013	SPCR			
<i>Component 1:</i> Climate Resilient Water Supply, Sanitation, and Drainage Development	FY2013	ADB's Project Pipeline	FY 2013:	Green	
<i>Component 2:</i> Climate Resilient Infrastructure Improvement in Coastal Zone Project	July 2012	ADB's Project Pipeline and Board Calendar	August 2012	Green	
Project 4: Climate Change Capacity Building and Knowledge Management	Approved by the Sub-Committee on June 2, 2011	Recorded Decision	Approved by ADB on August 10, 2011	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
(ADB)					
Project 5: Feasibility Study for a Pilot Program of Climate Resilient Housing in the Coastal Region (IFC)	FY2012	SPCR	Program proposal for the feasibility study is under development and will be submitted in FY12 approval	Green	
BOLIVIA					
SPCR	July 2011	Phase 1 Proposal	Submitted for endorsement by PPCR Sub-Committee in November 2011	Green	
CAMBODIA					
SPCR			Endorsed by PPCR Sub-Committee meeting in June 2011	Green	
Project 1: Climate Risk Management and Rehabilitation of Small- and Medium-scale Irrigation Schemes in the Tonle Sap Basin (ADB)	FY2012	SPCR	February 2012	Green	
Project 2: Enhancement of Flood and Drought Management in Pursat and Kratie Provinces (ADB)	FY2011	SPCR	February 2012	Green	
Project 3: Promoting Climate-resilient Agriculture, Forestry, Water Supply and Coastal Resources in Koh Kong and	FY2012	SPCR	February 2012	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
Mondulkiri Provinces (ADB)					
Project 4: Climate Proofing of Agricultural Infrastructure and Business-focused Adaptation (ADB)	FY2012	SPCR	April 2012	Green	
Project 5: Climate Proofing of provincial roads in Prey Veng, Svay Rieng, Kampong Chnang and Kampong Speu Provinces	FY2012	SPCR	November 2011	Green	
Project 6: Climate Proofing Infrastructure in the Southern Economic Corridor (SEC) Towns (ADB)	FY2011	SPCR	April 2012	Green	
Project 7: Flood-resilient Infrastructure Development in Sisopohon, Seam Reap, Kampong Thom, Battambang, Pursat and Kampong Cham (ADB)	FY2012	SPCR	May 2012	Green	
Project 8: Mainstreaming Climate Resilience into Development Planning in Key Vulnerable Sectors (ADB)	FY2012	SPCR	December 2011	Green	
NEPAL					
SPCR			Endorsed by PPCR Sub-Committee meeting in June 2011	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
Project 1: Building Climate Resilience of Watersheds in Mountain Eco-Region (ADB)	FY2012	SPCR	February 2013	Green	
Project 2: Building Resilience to Climate Related Hazards (WB)	FY2012	SPCR	Project expected to be submitted for Sub-Committee approval in March 2012	Green	
Project 3: Mainstreaming Climate Change Risk Management in Development (ADB)	FY2011	SPCR	Approved by the PPCR Sub-Committee on October 13, 2011	Green	
Project 4: Building Climate Resilient Communities through Private Sector Participation (IFC)	FY2012	SPCR	Preparations for scoping study underway and results will be used to design program in early FY13	Green	
Project 5: Enhancing Climate Resilience of Endangered Species (WB)	FY2012	SPCR	Project expected to be submitted for Sub-Committee approval in March 2012	Green	
MOZAMBIQUE					
SPCR			Endorsed by PPCR Sub-Committee meeting in June 2011	Green	
Project 1: Introducing climate-resilience into the design and management of Mozambique's unpaved roads (WB)	FY13	SPCR	Project expected to be submitted for Sub-Committee approval in FY13	Green	
Project 2: Coastal cities and	FY2012	SPCR	Project expected to be	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
climate change (WB)			submitted for Sub-Committee approval in Spring 2012		
Project 3: Climate-resilient water-enabled growth: transforming the hydro-meteorological services (WB)	FY2012	SPCR	Project expected to be submitted for Sub-Committee approval in October 2012	Green	
Project 4: Sustainable Land & Water Resources Management (AfDB)	FY2012	SPCR	Project expected to be submitted for Sub-Committee approval on June 25, 2012	Green	
Project 5: Enhancing Climate Resilience Agricultural Production and Food Security	FY2012	SPCR	Project expected to be submitted for Sub-Committee approval on June 25, 2012	Green	
Project 6: Developing climate resilience in the agricultural and peri-urban water sectors through provision of credit lines from Mozambican banks (IFC)	FY2012	SPCR	Preparations for scoping study underway and results will be used to design program in FY13	Green	
Project 7: Developing community climate resilience through private sector engagement in forest management, sustainable timber harvesting and/or tourism. Options include forest areas in Niassa, Gorongosa and central Mozambique. (IFC)	FY2012	SPCR	Preparations for scoping study underway and results will be used to design program in FY13	Green	
Project 8: Program management and technical	FY11	SPCR	Project expected to be submitted for Sub-Committee	Yellow	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
assistance (WB)			approval in November 2012 (FY13)		
NIGER					
SPCR			Endorsed in November 2010	Green	
Project 1: Improvement of Climate Forecasting Systems and Operationalization of Early Warning Systems (AfDB/IFC)	September 2011	SPCR	Project expected to be submitted for Sub-Committee approval on January 15, 2012	Green	
Project 2: Sustainable Management and Control of Water Resources (AfDB/IFC)	September 2011	SPCR	Project expected to be submitted for Sub-Committee approval on January 15, 2012	Green	
Project 3: Community Action Project for Climate Resilience (PACRC) (WB)	Approved by the Sub-Committee on October 12, 2011	Recorded decision	Expected WB Board Approval: December 2011	Green	
TAJIKISTAN					
SPCR			Endorsed in November 2010	Green	
Project 1: Building Capacity for Climate Resilience (ADB)	4 th Quarter 2011	SPCR	November 2011	Green	
Project 2: Improvement of Weather, Climate and Hydrological Service Delivery (WB)	Approved by the Sub-Committee on March 8, 2011	Recorded decision	Approved by the WB Board on May 26, 2011	Green	
Project 3: Climate Science	3 rd Quarter 2011	SPCR	November 2011	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
and Modeling Programme (ADB)					
Project 4: Enhancing the Climate Resilience of the Energy Sector (EBRD)	3 rd Quarter 2011	SPCR	Expected approval by Sub-Committee: June 1, 2012	Green	
Project 5: Agriculture and Sustainable Land Management (WB)	tbd	SPCR	Project expected to be submitted for Sub-Committee approval in September 2012	Green	
Project 6: Building Climate Resilience in the Pyanj River Basin (ADB)	3 rd Quarter 2011	SPCR	November 2012	Green	
YEMEN					
SPCR	May 2011	Phase 1 Proposal	Submitted for endorsement by PPCR Sub-Committee in November 2011	Green	
ZAMBIA					
SPCR			Endorsed in June 2011	Green	
Project 1: Strengthening Climate Resilience in Zambia/ Barotse (WB)	FY13	SPCR	Project expected to be submitted for Sub-Committee approval in February 2013	Green	
Project 2: Strengthening Climate Resilience in Kafue River Basin (AfDB)	FY12	SPCR	Project expected to be submitted for Sub-Committee approval on September 15, 2012	Green	
Project 3: Private Sector Support to	FY12	SPCR	Preparations for scoping study underway and results	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
Climate Resilience (IFC)			will be used to design program in FY13		
Caribbean Regional Program					
DOMINICA					
SPCR	July 2011	Phase 1 Proposal	SPCR expected to be submitted for endorsement in February 2012	Green	
GRENADA					
SPCR			Endorsed in March 2011	Green	
Investment Project 1: Disaster Vulnerability and Climate Risk Reduction (WB)	Approved in April 2011	Recorded Decision	Approved by the WB Board on June 23, 2011	Green	
Investment Project 2: Forest Rehabilitation (WB)		SPCR	Project expected to be submitted for Sub-Committee approval in March 2012	Green	
Technical Assistance 1: Water Resources Assessment and Management Study (WB)	Approved in April 2011 (with investment Project 1)	SPCR	Approved by the WB Board on June 23, 2011	Green	
Technical Assistance 2: Roadmap for Coastal Zone Management (CZM)	Approved in April 2011 (with investment	SPCR	Approved by the WB Board on June 23, 2011	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
(WB)	Project 1)				
Technical Assistance 3: Improving the Use of Data & GIS for Climate Change Adaptation (WB)	Approved in April 2011 (with investments Project 1)	SPCR	Approved by the WB Board on June 23, 2011	Green	
Technical Assistance 4: Preparation of a Project for Rehabilitation of Bathway Sandstone Reef (WB)	Approved in April 2011 (with investments Project 1)	SPCR	Approved by the WB Board on June 23, 2011	Green	
HAITI					
SPCR	November 2011	Phase 1 Proposal	Expected for endorsement by PPCR Sub-Committee in FY12	Green	
JAMAICA					
SPCR	May 2011	Phase 1 Proposal	Submitted for endorsement by PPCR Sub-Committee in November 2011	Green	
SAINT LUCIA					
SPCR			Endorsed in June 2011	Green	
Program: Building Climate National Resilience, One Person, One Household, One Enterprise, One Community,	December 2011	SPCR	Expected to be submitted for Sub-Committee approval in August 2012	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
One Sector at a Time (WB)					
SAINT VINCENT AND THE GRENADINES					
SPCR			Endorsed in April 2011	Green	
Project 1: Disaster Vulnerability and Climate Risk Reduction Project (DVRP) (WB)	Approved by Sub-Committee on May 18, 2011	Recorded Decision	Approved by WB Board on June 23, 2011	Green	
REGIONAL TRACK					
SPCR	May 2011	Phase 1 Proposal	To be submitted for endorsement by PPCR Sub-Committee in November 2012	yellow	
Pacific Regional Program					
PAPUA NEW GUINEA					
SPCR	June 2011	Phase 1 Proposal	To be submitted for endorsement by PPCR Sub-Committee in June 2012	green	
SAMOA					
SPCR			Endorsed in March 2011	Green	
Project 1: Enhancing the climate resilience of the West Coast Road (Apia to Airport) (WB)	FY 2011	SPCR	Expected to be submitted for Sub-Committee approval on January 15, 2012	Green	
Project 2: Enhancing the climate resilience of coastal	FY 2012	SPCR	Expected to be submitted for Sub-Committee approval on	Green	

Country	Anticipated Submission Date to the Sub-Committee	Data Source	Comment on anticipated actual delivery date to the Sub-Committee	Rating	Corrective Measures/ Comments from MDBs
resources and communities (WB)			March 10, 2012		
Project 3: Establishing a climate change adaptation trust fund for Samoa (WB)	FY 2011	SPCR	Expected to be submitted for Sub-Committee approval on March 10, 2012	green	
TONGA					
SPCR	June 2011	Phase 1 Proposal	To be submitted for endorsement by PPCR Sub-Committee in June 2012	green	
REGIONAL TRACK					
SPCR	June 2011	MDB	To be submitted for endorsement by PPCR Sub-Committee in June 2012	green	

Requested Resources for PPCR Pilot Countries and Regions as of October 15, 2011

	COUNTRY/ Region	PPCR Resources					
		SPCR Preparation Phase		SPCR Implementation Phase			
		Phase 1 grant	Approval Date of Phase 1	Requested Grants	Requested Near Zero Interest Credits	Total	Endorsement Date
1	Bangladesh	0	n/a	50,000,000	60,000,000	110,000,000	Nov-10
2	Bolivia	1,500,000	Jun-10	50,000,000	36,000,000	86,000,000	Nov-11
3	Cambodia	1,500,000	Jun-10	50,000,000	36,000,000	86,000,000	Jun-11
4	Mozambique	1,500,000	Jun-10	50,000,000	36,000,000	86,000,000	Jun-11
5	Nepal	225,000	Mar-10	50,000,000	36,000,000	86,000,000	Jun-11
6	Niger	0	n/a	50,000,000	60,000,000	110,000,000	Nov-10
7	Yemen	1,500,000	Jun-10	50,000,000	60,000,000	110,000,000	Nov-11
8	Tajikistan	1,500,000	Jun-10	47,750,000	0	47,750,000	Nov-10
9	Zambia	1,500,000	Mar-10	50,000,000	36,000,000	86,000,000	Jun-11
10	Caribbean	1,863,212					
	Haiti	450,000	Apr-11				
	Saint Lucia	315,000	Oct-10	7,000,000	15,000,000	22,000,000	Jun-11
	Grenada	271,000	Oct-10	8,000,000	12,000,000	20,000,000	Apr-11
	Dominica	307,000	Apr-11				
	Saint Vincent and the Grenadines	277,440	Nov-10	7,000,000	3,000,000	10,000,000	Apr-11
	Jamaica	507,000	Dec-10	15,000,000	10,000,000	25,000,000	Nov-11
	Regional Track	239,772	Jan-11	12,000,000	0	12,000,000	Nov-11

11	Pacific	1,250,000					
	Papua New Guinea	500,000	Oct-10				
	Samoa	500,000	Oct-10	25,000,000	0	25,000,000	Apr-11
	Tonga	250,000	Oct-10				
	Regional Track	0	n/a				
	Total Approved	12,842,212		521,750,000	336,000,000	857,750,000	

Note: Numbers in red refer to the requested amounts in the SPCRs submitted to the Sub-Committee for endorsement.