

PMR Public Report

Operation Number	BA-U0001	Chief of Operations Validation Date	04/17/23						
Year- PMR Cycle	Second period Jan-Dec 2022	Division Chief Validation Date	04/19/23						
Last Update	04/17/23	Country Representative Validation Date	04/27/23						
PMR Validation Stage	Validated by Representative								
Basic Data									
Operation Profile									
Operation Name	Program to Support Environmental and Economic Development in Barbados	Loan Number	5568/OC-BA						
Executing Agency	MINISTRY OF FINANCE, ECONOMIC AFFAIRS AND INVESTMENT	Sector/Subsector	FINANCIAL MARKETS-BANKING MARKET DEVELOPMENT						
Team Leader	PRATS CABRERA, JOAN ORIOL	Overall Stage	Disbursing (From eligibility until all the Operations are closed)						
Operation Type	Guarantee	Country	Barbados						
Lending Instrument	Policy-Based Loan	Convergence related Operation(s)							
Borrower	BARBADOS								
Environmental and Social Safeguards									
Impacts Category		Was/Were the objective(s) of this operation reformulated?	NO						
Safeguard Performance Rating		Date of approval							
Safeguard Performance Rating - Rationale									
Financial Data									
	Total Cost and Source					Available Funds (US\$)			
Operations	Original IDB	Current IDB	Local Counterpart	Co-Financing / Country	Total Original Cost	Current IDB	Disb. Amount to Date	% Disbursed	Undisbursed Amount
BA-U0001	100,000,000	100,000,000	0	0	100,000,000	100,000,000	-	0.00%	100,000,000
Aggregated	100,000,000	100,000,000	0	0	100,000,000	100,000,000	-	0.00%	100,000,000
Expense Categories by Loan Contract (cumulative values)									

Please note that inactive indicators and outputs are not displayed; totals in the actual cost table may not match the sum of the cost of the outputs displayed, due to the cost of inactive outputs.

RESULTS MATRIX

General Development Objectives

General Development Objectives Nbr. 1: Strengthen environmental sustainability in Barbados.

Observation:

Indicator		Unit of Measure	Baseline	Baseline Year	Expected Year of Achievement	EOP 2037	
1.0	Percentage of Barbados marine space under biodiversity protection.	%	0	2022	2026	P	10
						A	-

Details

Means of Verification: Ministry of Environment

Observations: This indicator will measure the degree of protection of marine space, following the updated Conservation Commitments made by the country. Currently, only 10.8 km2 out of the 185,000 km2 total marine area of Barbados is fully protected (which implies a baseline of 0.006%).

The General Development Objective indicator target is expected to be observed by the operation's "Fully Justified" date in Convergence (CO): No

Pro-Gender	No	Pro-Ethnicity	No	CRF indicator	

RESULTS MATRIX

Specific Development Objectives

Specific Development Objectives Nbr. 1: Strengthening the institutional framework to support sustainable finance and adequate natural resource management

Observation:

	Indicator	Unit of Measure	Baseline	Baseline Year		2037	EOP 2037
1.0	ESG Regulatory Quality Index.	Units	0.48	2020	P	-	.6
					A	-	-

Details

Means of Verification: World Bank Environmental, Social and Governance Index

Observations: It is expected that the program will strengthen the organizational framework for sustainable finance and natural resources adequate management will contribute improve the regulatory quality of Barbados. This indicator captures perceptions of the ability of the government to formulate and implement sound policies and regulations that. The target is equal to the baseline plus 50% of the gap between the baseline and the average score for 2020 of the top 3 performing countries in the region.

Evaluation Methodology: -

Pro-Gender	No	Pro-Ethnicity	No	CRF indicator	

	Indicator	Unit of Measure	Baseline	Baseline Year		2037	EOP 2037
1.1	Percentage of resources mobilized to the Conservation Fund that are destined to finance conservation activities.	%	0	2022	P	-	50
					A	-	-

Details

Means of Verification: Ministry of Finance, Economic Affairs, and Investment (MFEI)

Observations: This target of this indicator measures the percentage of total resources mobilized to the Fund by the target year that are destined to finance conservation activities. The remaining percentage will be destined to reserves.

Evaluation Methodology: -

Pro-Gender	No	Pro-Ethnicity	No	CRF indicator	

Specific Development Objectives Nbr. 2: Improving debt management capacity with a focus on environmental and financial sustainability

Observation:

	Indicator	Unit of Measure	Baseline	Baseline Year		2037	EOP 2037
2.0	Debt strategy and sustainability score.	Number	1.35	2022	P	-	1.8
					A	-	-

Details

Means of Verification: IDB: Debt strategy and sustainability score

Observations: It is expected that the program will strengthen Barbados' debt strategy and sustainability regarding its institutional capacity of debt management. It is expected that the program will help Barbados improve this score so that it reaches the average value for the Caribbean Region measured in 2022.

Evaluation Methodology: -

Pro-Gender	No	Pro-Ethnicity	No	CRF indicator	

	Indicator	Unit of Measure	Baseline	Baseline Year		2037	EOP 2037
2.3	Number of sustainability-linked Bonds issued under a thematic Bond Framework following ICMA best practices.	Number	0	2022	P	-	1
					A	-	-

Details

Means of Verification: MFEI

Observations: It is expected the supported thematic Bond Framework will be used as a base for the issuance of a sustainability-linked bond by Barbados.

Evaluation Methodology: -

Pro-Gender	No	Pro-Ethnicity	No	CRF indicator	

Indicator		Unit of Measure	Baseline	Baseline Year	2037	EOP 2037
2.4	Amount mobilized for Conservation Fund.	US\$ Million	0	2022	P	-
					A	-

Details

Means of Verification: Trust Fund financial statement

Observations: This indicator will measure the cumulative sum of funds mobilized to the Conservation Fund since 2023. It is estimated that US\$2 million will be mobilized annually to the fund. A fraction of the funds will be destined to finance projects and another destined to reserves.

Evaluation Methodology: -

Pro-Gender	No	Pro-Ethnicity	No	CRF indicator	

RESULTS MATRIX

OUTPUTS: ANNUAL PHYSICAL AND FINANCIAL PROGRESS

Component Nbr. 1 Component 2: Strengthening institutional capacity to finance the blue and sustainable economy

				PHYSICAL PROGRESS	FINANCIAL PROGRESS
	Output	Unit of Measure		EOP 2037	EOP 2037
1.01	2.1 Marine Spatial Planning (MSP) process, including a stakeholder’s meetings to pursue consultative process for consensus building on the MSP Document design, sensitized/socialized.	# of plans launched	P	1	-
			P (a)	1	-
			A	-	-
1.02	2.2 Conservation and Sustainability Commitments (CSCA) stating that a 30% aspirational or 100% of the amount stated in the MSP, approved.	# of commitments approved	P	1	-
			P (a)	1	-
			A	-	-
1.03	2.3 Core courses needed for the adequate execution of this project and larger Blue Economy agenda and for strengthening of capacities of the MENB, developed.	# courses developed	P	2	-
			P (a)	2	-
			A	-	-
1.04	2.4 Creation of the BESF, which will independently and professionally manage the resources for blue and sustainable activities, approved by Cabinet.	# Conservations Funds approved	P	1	-
			P (a)	1	-
			A	-	-
1.05	2.5 Government’s Founding Board Member in the BESF, appointed by the government.	# of appointed representative	P	1	-
			P (a)	1	-
			A	-	-
1.06	2.6 Conservation Finance Agreement (CFA) between the BESF and the Government of Barbados to channel the savings to conservation activities, approved by Cabinet.	# agreements approved	P	1	-
			P (a)	1	-
			A	-	-
1.07	2.7 Government of Barbados’ non-objection of the BESF draft bylaws.	# of bylaws approved	P	1	-
			P (a)	1	-
			A	-	-

Component Nbr. 2 Component 3: Improving the Barbados debt management institutional framework and capacities

				PHYSICAL PROGRESS	FINANCIAL PROGRESS
	Output	Unit of Measure		EOP 2037	EOP 2037
2.01	3.1 Central Bank law, approved.	# Central Bank laws approved	P	1	-
			P (a)	1	-
			A	-	-
2.02	3.2 Medium-Term Debt Management Strategy (MTDS), developed and approved by Cabinet.	# of strategies approved	P	1	-
			P (a)	1	-
			A	-	-
2.03	3.3 Diagnostic and roadmap of institutional strengthening of the Debt Management Office (DMO), developed.	# of diagnoses developed	P	1	-
			P (a)	1	-
			A	-	-
2.04	3.4 Strategy to develop a Debt for Nature Conversion (DFNC) transaction, designed and implemented.	# of strategies implemented	P	1	-
			P (a)	1	-
			A	-	-
2.05	3.5 Sustainability Linked Bond/Loan Framework and Reporting Guidelines, including: (i) specific target indicators, (ii) associated penalties, and (iii) reporting mechanisms; approved by the Ministry of Finance.	# of frameworks approved	P	1	-
			P (a)	1	-
			A	-	-

Total Cost			
	Total Cost	P	0
		P (a)	0
		A	0

No information available for this section

RISKS AND PLANNED RESPONSES

Risk ID	Risk Status		Risk Taxonomy
1	Active		Economic and Financial Environment
	Response Actions		
	1.01	Management Strategy	Status
		MITIGATE	ACTIVE

IMPLEMENTATION STATUS AND LEARNING

Lesson Learned - Categories
Intra/Inter Coordination