

PROJECT STATUS REPORT

JULY 2013 - DECEMBER 2013

SECTION 1: PROJECT SUMMARY

PROJECT NAME: PROADAPT: Program for Climate Adaptation in MSMEs

Project Number: RG-M1223 - Operation Number: ATN/ME-13704-RG

Result: Create new capacities, tools, business models and knowledge that enable MSMEs and their supporting ecosystems to reduce vulnerabilities to climate change and to seize related business opportunities

Country Administrator
UNITED STATES

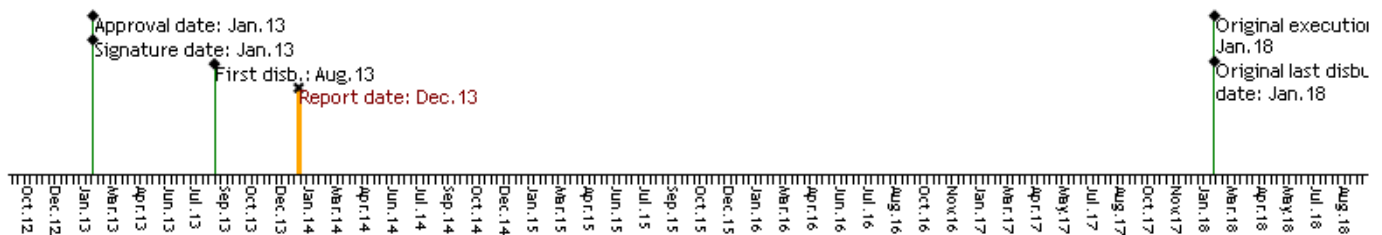
Beneficiary Country
UNITED STATES

Executing Agency:

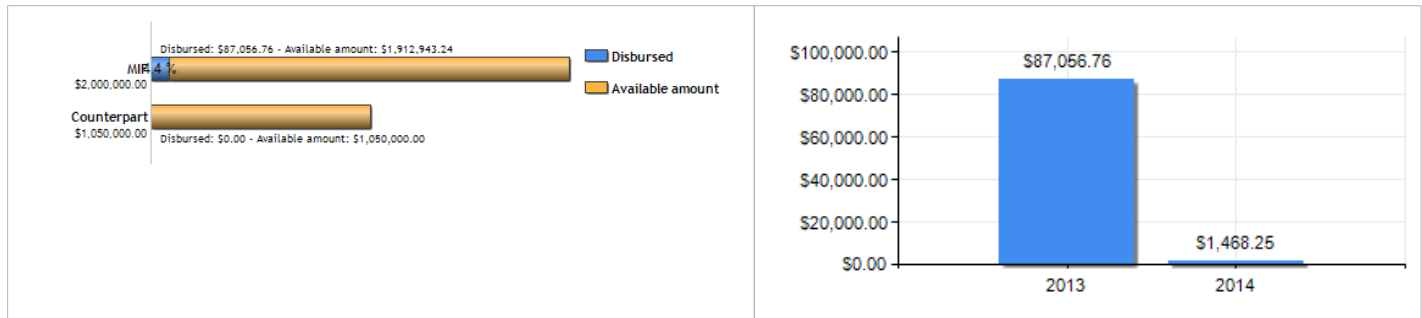
Design Team Leader:

Supervision Team Leader: Sanchez, Carlos

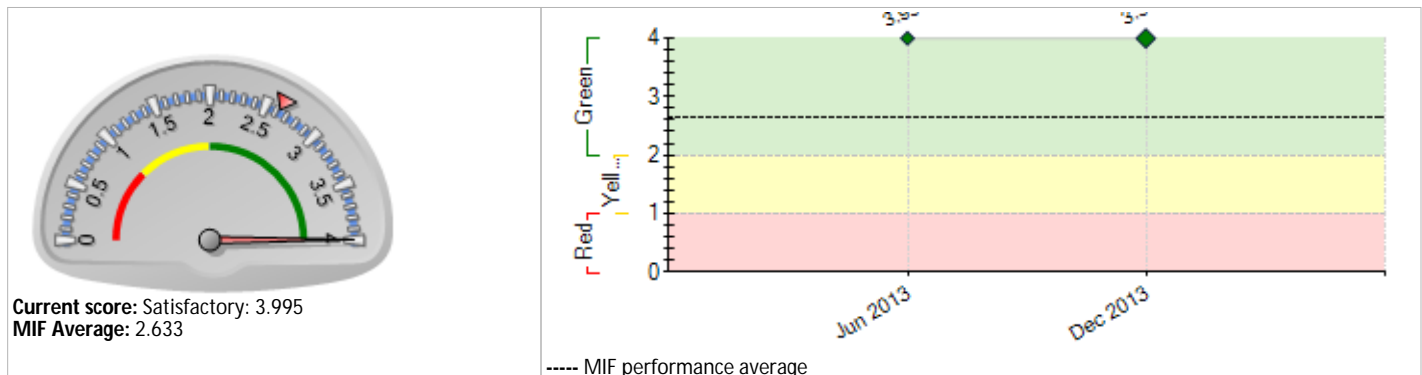
TIMELINE



FUNDS



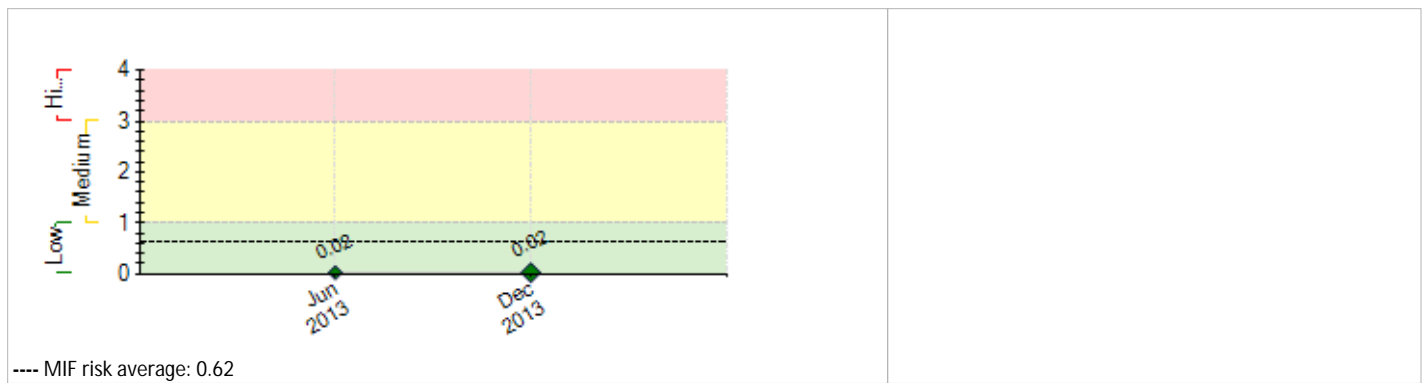
PERFORMANCE SCORE



EXTERNAL RISKS

INSTITUTIONAL CAPACITY

Risk
Financial Management: Low
Procurement: Low
Technical Capacity: Low



SECTION 2: PERFORMANCE

Summary of project performance since inception

Cumulatively, the facility has achieved:

- Hiring a coordinator
- Participating in 2 major adaptation conferences; one in Helsinki organized by the Nordic Development Fund; one in Barbados in a conference on Green PPPs, organized by the IADB
- Commissioned 3 climate vulnerability studies, for the Gran Chaco, the Caribbean Region and The Region of Quindio in Colombia
- As the main risk faced, lack of awareness about the intimate relationship existing between climate change and economic activity would be the main one
- The likelihood of achieving the final objectives of the project are considered as high

Comments from the Supervision Team Leader

Agree with the Executing Agency comments

Summary of project performance in the last six months

During this period,

In terms of projects, the facility has been developing 5 concepts for projects in the LAC region:

1. PPCR Jamaica. Concept note approved by the Climate Investment Funds as to develop a financial mechanism to support the growth of investments in water management measures in the construction sector.
2. PPCR Haiti. Concept note approved by the Climate Investment Funds as to develop a financial mechanism to support the growth of investments in resilient measures in the agricultural sector.
3. PPCR Saint Lucia. Concept note approved by the Climate Investment Funds as to develop a financial mechanism to support the growth of investments in resilient measures in the agricultural sector.
4. Quindio, Colombia. Initial contacts with the Chamber of Commerce of Quindio to develop a project in climate resilient coffee.
5. Proadapta Sertao. Project in the Brazilian Sertao to support 6 agricultural cooperatives to build climate resilience into their value chains

In terms of knowledge products:

1. A climate vulnerability study was commissioned in Quindio, Colombia, to assess climate impacts to the associates of the Chamber of Commerce of Armenia, Quindio
2. A climate vulnerability study was commissioned in the Caribbean to support developing concept notes for the Climate Investment Funds PPCRs

Comments from the Supervision Team Leader

Agree with the Executing Agency comments

SECTION 3: INDICATORS AND MILESTONES

	Indicators	Baseline	Intermediate 1	Intermediate 2	Intermediate 3	Planned	Achieved	Status
Result: Create new capacities, tools, business models and knowledge that enable MSMEs and their supporting ecosystems to reduce vulnerabilities to climate change and to seize related business opportunities	R.1 10 sub projects on adaptation for MSMEs (number depending on size of sub projects)	0				10 Jan 2018	0	
	R.2 MSMEs offering climate related products and services	0				50 Jan 2018	0	
	R.3 MSMEs demonstrating improved climate resilience against initial baseline (methodology and target to be defined in year 1 of project implementation)	0				2000 Jan 2018	0	

R.4	MSMEs in LAC incorporating climate impacts into business decision-making (methodology and target to be defined and adjusted in year 1 of project implementation)	0				10000 Jan 2018	0	
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Component 1: Program Preparation and Awareness Raising Weight: 4% Classification: High Satisfactory	C1.I1	Hiring of coordinator, contracting of initial market studies for adaptation road map	0			1 Jan 2014	1 Nov 2013	Finished
	C1.I2	Awareness and consultative workshops held	0	1 Jan 2014		3 Jul 2015	3 Nov 2013	Finished
	C1.I3	Launch workshop	0			1 May 2014	0 Aug 2013	
	C1.I4	Development of program impact indicators and M&E system	0			1 Aug 2014		
	C1.I5	Development of promotional and marketing materials	0			1 Jan 2014	2 Jul 2013	Finished

Component 2: Development of business models and tools for building climate resilience and new businesses opportunities Weight: 13% Classification: High Satisfactory	C2.I1	Models, tools and taxonomies developed to help MSMEs in developing countries to assess, manage and prioritize financial, operational and strategic climate risks and related business opportunities,	0			5 Jan 2018		
	C2.I2	Targeted market assessments to identify business opportunities related to climate adaptation in specific sectors, value chains and geographies,	0			8 Jan 2018		
	C2.I3	Gender sensitive climate adaptation models developed for women-owned MSMEs.	0			2 Jan 2018		

Component 3: Individual projects for building MSME climate resilience and related business opportunities Weight: 73% Classification: High Satisfactory	C3.I1	Pilot project approved	0 Jan 2013	1 Jan 2014	4 Jan 2015	5 Jan 2016	10 Jan 2018	
	C3.I2	Pilot project focused on women and adaptation	0				1 Jan 2016	

Component 4: Knowledge Sharing and Dissemination Weight: 10% Classification: High Satisfactory	C4.I1	Partner organizations are members in the platform	0			5 Jan 2018		
	C4.I2	Knowledge transfer and sharing activities with actors in Africa or Asia	0			3 Jan 2018		
	C4.I3	Knowledge and learning systematized and converted into off-the-shelf develop solutions, including manuals, training methodologies, project design, market studies, etc				Jan 2018		

Milestones	Planned	Due Date	Achieved	Date achieved	Status
M1 Conditions Prior	1	Jul 2013	1	Jul 2013	Achieved

CRITICAL ISSUES THAT HAVE AFFECTED PERFORMANCE

[None reported in this period]

SECTION 4: RISKS

MOST IMPORTANT RISKS AFFECTING FUTURE PERFORMANCE

	Level	Mitigation action	Responsible
1. MSMEs not interested in incorporating adaptation into business plans	Low	Accion de mitigacion	Project Guest
2. It is possible to develop a methodology to measure reductions in climate vulnerability	Low	PSRs and final evaluations of projects	Project Guest

PROJECT RISK LEVEL: Low **TOTAL NUMBER OF RISKS:** 2 **IN EFFECT RISKS:** 2 **NOT IN EFFECT RISKS:** 0 **MITIGATED RISKS:** 0

SECTION 5: SUSTAINABILITY

Likelihood of project sustainability after project completion: HP - Highly Probable

CRITICAL ISSUES THAT MAY AFFECT PROJECT SUSTAINABILITY

Issue	Comments
[X] A market is not generated for the project's services and/or activities (low payment capacity or low demand for those services)	
[X] Relevant actor's opposition or lack of interest to continue with the project's activities or services	

Actions related to sustainability which will be or have been implemented:

- Development of climate vulnerability studies focused on the conceptualization of business models that once piloted demonstrate the viability of climate resilience as a market of goods and services to protect business assets
- 5 Workshops have taken place with the goal of raising awareness about climate change

SECTION 6: PRACTICAL LESSONS

1. Rising awareness about climate change is different from rising awareness about the impact of climate change in economic activity	Relative to Design	Author Sanchez Roman, Carlos
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