

PROJECT STATUS REPORT

JULY 2014 - DECEMBER 2014

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

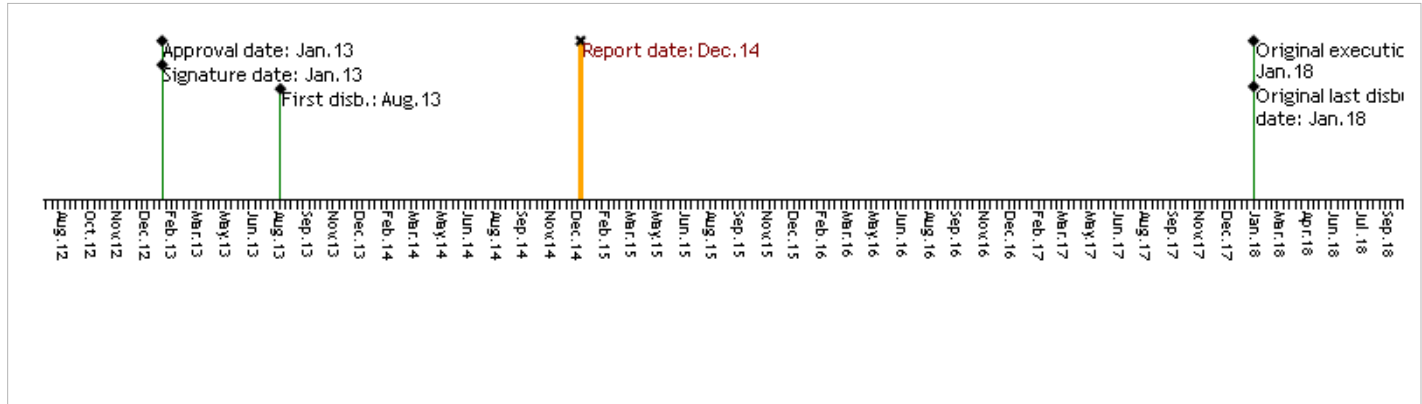
Beneficiary Country
UNITED STATES

Executing agency: INTER-AMERICAN DEVELOPMENT BANK

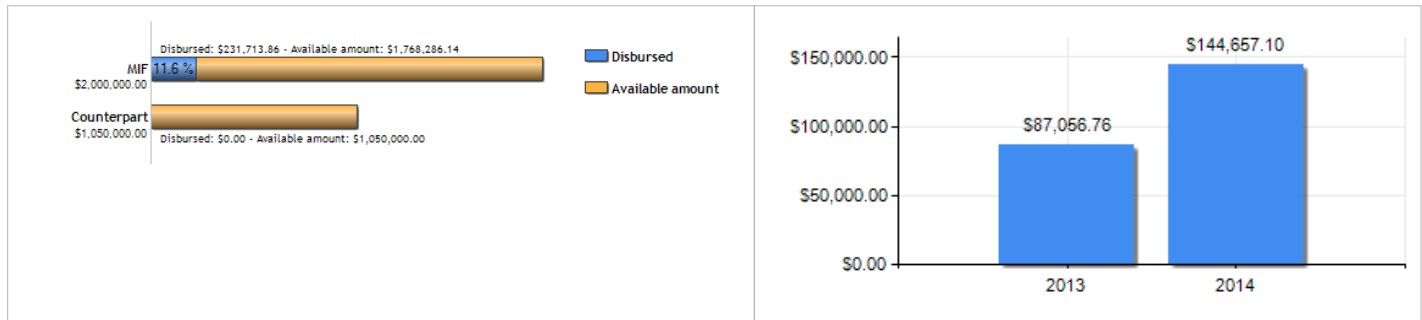
Design Team Leader:

Supervision Team Leader: Wilson, Steve

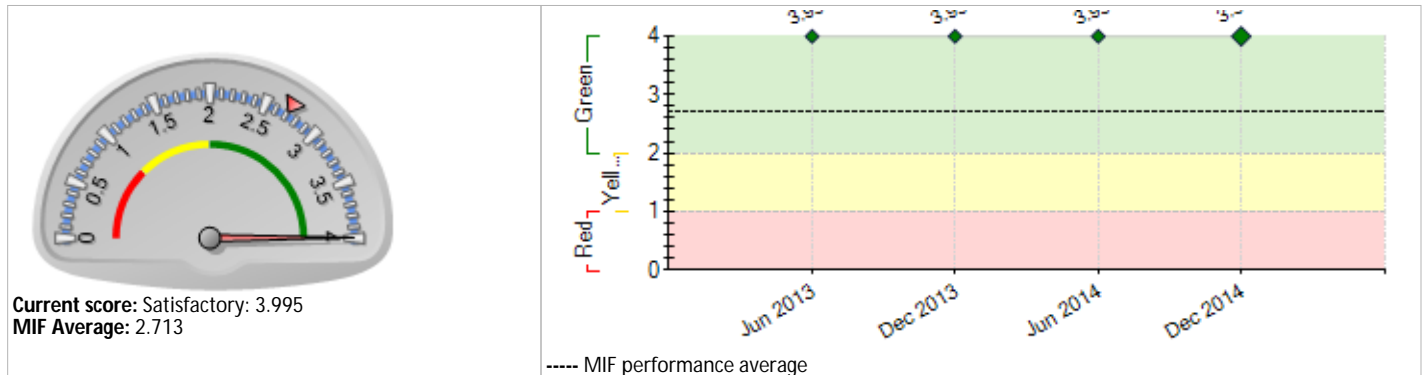
TIMELINE



FUNDS



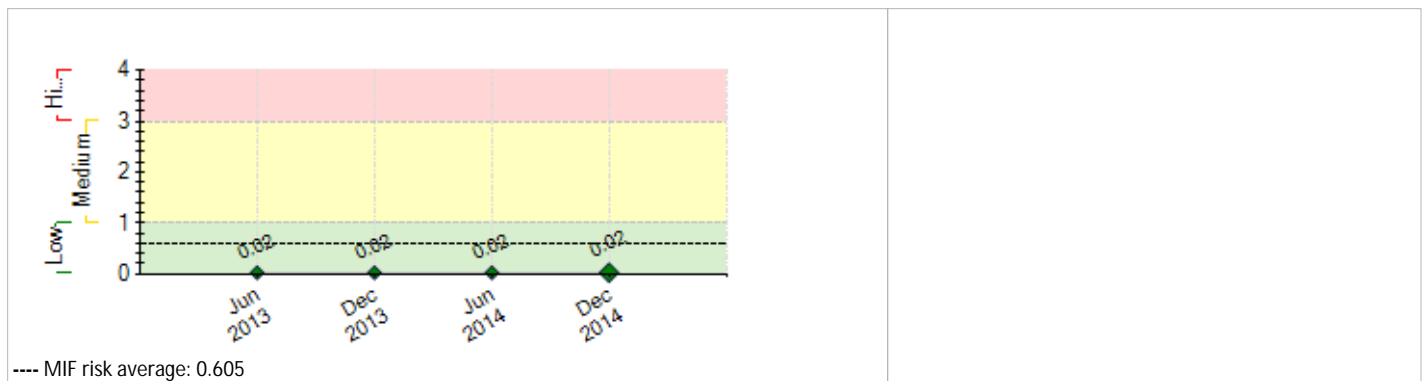
PERFORMANCE SCORE



EXTERNAL RISKS

INSTITUTIONAL CAPACITY

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



SECTION 2: PERFORMANCE

Summary of project performance since inception

The following points summarize the cumulative performance of the facility:

- Two Pilot Projects Approved:

“Proadapta Sertao - Building Climate Resilience in the Brazilian Semi-arid Sertao”

“Proadapta Gran Chaco - (Bolivia, Paraguay, Argentina)”

- Two Pilot Projects Scheduled for approval in June:

“Proadapta Nicaragua: Resilient Solutions in the Cocoa and Honey sectors”

“Proadapta Honduras: Supporting a Climate Resilient Tourism Sector”

- Monitoring and Evaluation Framework for Adaptation Projects Developed
- Promotional events:

Proadapta Launch at the “Adaptations Futures” Conference in Fortaleza, Brazil. May 2014

Signing event of Proadapta Sertao with the Governor of Bahia. May 2014

Private sector in resilience panel at the “Adaptations Future” conference in Fortaleza, Brazil. May

Proadapta Coordinator Invited to the Adaptation Academy organized by the University of Oxford. August 2014

Presentation at the Howard Baker Center for Public Policy at The University of Tennessee and The Oak Ridge National Laboratory, October

Participation on a panel on private sector and adaptation, organized by the Notre Dame-GAIN conference. Washington D.C. November

Participation on a panel on adaptation and private sector, organized by the Wilson Center and USAID in Bogotá, Colombia. February

Workshops: Resilient cocoa and honey in Matagalpa, Nicaragua. June 2014; resilient cocoa and tourism in La Ceiba, Honduras. June; resilient housing sector in Jamaica, Saint Lucia for the agricultural sector

Comments from the Supervision Team Leader

Agree with the Executing Agency comments

Summary of project performance in the last six months

- Approval of the facility's second project, Proadapta Gran Chaco, a regional project for Paraguay, Bolivia and Argentina
- Creation of a framework for M&E for adaptation projects
- Finalization of vulnerability assessments for specific sectors in Honduras and Nicaragua

Monitoring and Evaluation Framework for Adaptation Projects Developed

After an initial period of the facility devoted to the creation of reports that would support the design of Proadapt projects, the facility is now designing 5 different projects to be approved throughout this year

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	
Component 1: Program Preparation and Awareness Raising Weight: 4% Classification: High Satisfactory	C1.11 Hiring of coordinator, contracting of initial market studies for adaptation road map	0				1 Jan 2014	1 Nov 2013	Finished
	C1.12 Awareness and consultative workshops held	0	1 Jan 2014			3 Jul 2015	2 Jun 2014	On Course
	C1.13 Launch workshop	0				1 May 2014	1 May 2014	On Course
	C1.14 Development of program impact indicators and M&E system	0				1 Aug 2014	1 Sep 2014	Finished
	C1.15 Development of promotional and marketing materials	0				1 Jan 2014	1 Jul 2013	Finished
Component 2: Development of business models and tools for building climate resilience and new businesses opportunities Weight: 13% Classification: High Satisfactory	C2.11 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		
	C2.12 Targeted market assessments to identify business opportunities related to climate adaptation in specific sectors, value chains and geographies,	0				8 Jan 2018	4 Sep 2014	On Course
	C2.13 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	C3.11 Pilot project approved	0 Jan 2013	1 Jan 2014	4 Jan 2015	5 Jan 2016	10 Jan 2018	1 Mar 2014	On Course
	C3.12 Pilot project focused on women and adaptation	0				1 Jan 2016		
Component 4: Knowledge Sharing and Dissemination Weight: 10% Classification: High Satisfactory	C4.11 Partner organizations are members in the platform	0				5 Jan 2018		
	C4.12 Knowledge transfer and sharing activities with actors in Africa or Asia	0				3 Jan 2018		
	C4.13 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: P - Probable

CRITICAL ISSUES THAT MAY AFFECT PROJECT SUSTAINABILITY

Issue

[X] A **market** is not generated for the project's services and/or activities (low payment capacity or low demand for those services)

Comments

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

A strong network is being built in order to guarantee the sustainability of the project
Additionally, awareness is being raised among critical anchor firms and financial institutions

SECTION 6: PRACTICAL LESSONS

[No lessons learned added yet.]