

## TC ABSTRACT

### I. Basic Project Data

▪ Country/Region:	CHILE/CSC - Southern Cone
▪ TC Name:	Support to the Ministry of Housing and Urbanism of Chile in the Anticipation, Measurement and Inclusion of Precarious Settlements through a Cadastre
▪ TC Number:	CH-T1263
▪ Team Leader/Members:	Vera Benitez, Luis Felipe (CSD/HUD) Team Leader; Doherty Bigara Rodriguez, Jennifer (CSD/CCS) Alternate Team Leader; Saiz, Ana Maria (VPS/MIG) Alternate Team Leader; Adler, Veronica (CSD/HUD); Alaimo, Veronica (SCL/LMK); Brusa, Federico (CSD/CCS); Salas Parra, Cristian Andres (CSD/CCS); Rojas, Francisca Maria Magdalena (CSD/HUD); Robles Alzamora, Paola A. (CSC/CCH); Avila, Francy Dianela (CSD/HUD); Eschoyez, Guillermo Antonio (LEG/SGO); Sepulveda Vasquez, Carolina Elizabeth (CSD/HUD)
▪ Taxonomy:	Client Support
▪ Number and name of operation supported by the TC:	N/A
▪ Date of TC Abstract:	28 May 2021
▪ Beneficiary:	Ministerio de Vivienda y Urbanismo de Chile
▪ Executing Agency:	INTER-AMERICAN DEVELOPMENT BANK
▪ IDB funding requested:	US\$189,000.00
▪ Local counterpart funding:	US\$21,000.00 (In Kind)
▪ Disbursement period:	12 months
▪ Types of consultants:	Firms
▪ Prepared by Unit:	CSD/HUD - Housing & Urban Development
▪ Unit of Disbursement Responsibility:	CSC/CCH - Country Office Chile
▪ TC included in Country Strategy (y/n):	No
▪ TC included in CPD (y/n):	No
▪ Alignment to the Update to the Institutional Strategy 2010-2020:	Social inclusion and equality; Institutional capacity and rule of law; Gender equality; Diversity

### II. Objective and Justification

- 2.1 Support the increase of public investment in housing and urban development by strengthening the capacity to anticipate, measure, and monitor needed investments in precarious settlements through the design and execution of a new cadaster.
- 2.2 Although, according to the World Bank, Chile is considered a high-income country, it is also one of the countries with the highest level of inequality in Latin America and the Caribbean. Its GDP in 2019 was US\$282.318 billion, and its GNI per capita US\$15,010. Therefore, even though there are high-income people who have better quality of life, a significant proportion are low-income and more likely to be destitute and vulnerable. Informal settlements, known in Chile as "campamentos", together with self-construction, define the habitat of the population not served by the formal market. Campamentos lack basic services, quality public spaces, and decent, affordable/housing, which are considered essential elements for urban social inclusion, productivity, and human wellbeing. They are typically located in peripheral lands, on residual or contaminated soils, and exposed to natural and climatic hazards, including earthquakes.

- 2.3 According to the Ministry of Housing and Urbanism of Chile (MINVU) National Cadaster of informal settlements, there were 657 informal settlements and 27,000 families residing in them in 2011, with a population of (either total number or percentage of total or urban population in Chile). The 2019 National Cadaster found an increase of 802 campamentos with 47,050 households. A survey carried on by Techo in 2021 found a total of 969 campamentos with 81.643 households, concentrated mainly in the north and south-central regions of the country. Compared with the 2019 cadaster, the number of households increased by 73.5%, showing the historical maximum in terms of households living in campamentos. There is a correlation between the increase in informal settlements and the growth of the country's migrant population, as a large number of immigrants, unable to access the formal housing market, have sought housing solutions in the informal market. Since the creation of the Informal Settlements Program by MINVU in 2011, only two cadasters were developed in 2011 and 2019, due mainly to their high cost. One of the greatest challenges of MINVU's Informal Settlement Program is to improve its ability to anticipate, quantify, and monitor the growth of precarious settlements. Therefore, the MINVU currently needs support to: (i) generate disaggregated information to understand, predict, and make more informed decisions regarding precarious settlements; (ii) develop a strategic approach to anticipate migratory flows to adapt and to improve the urban and social integration of incoming families in alignment with the Country Strategy Guideline's to focus on the improvement of the quality of life of the population; and (iii) incorporate worldwide experiences of anticipation, preparation, travel, arrival, reception, integration, and eventual return to frame a national housing policy that takes migration into account. Given the urgent need to improve the process of the Chilean government to obtain more accurate data and a more detailed characterization of the households, this TC intends to contribute both to the design and implementation of the National Cadaster that aims to detect and register new campamentos, since 2019.

### III. Description of Activities and Outputs

- 3.1 **Component I: Design and implementation of a Cadaster for the Informal Settlements Program with migration focus.** The single component will support the increased capacity to anticipate, monitor, and upgrade campimeters (result) through the design and development of the cadaster (product) for new "campamentos", through modern digital tools. The component will focus on gathering geo-referenced data to produce information on the national stock of informal settlements across Chile.

### IV. Budget

Indicative Budget

Activity/Component	IDB/Fund Funding	Counterpart Funding	Total Funding
Design and implementation of a Cadaster for the Informal Settlements Program with migration focus	US\$189,000.00	US\$21,000.00	US\$210,000.00
<b>Total</b>	<b>US\$189,000.00</b>	<b>US\$21,000.00</b>	<b>US\$210,000.00</b>

### V. Executing Agency and Execution Structure

- 5.1 The Bank will execute this TC through the Urban Development and Housing Division (CSD/HUD), in coordination with MIG. Given the intersectoral nature of this initiative and the need for impartiality regarding contracting and the difficulty of coordinating between multiple institutions in the current context, the Urban Development and Housing Division (CSD/HUD) will be the unit responsible for the technical supervision and administration of this TC, in conjunction with the Bank's Country Office in Chile (CSC/CCH).

- 5.2 The Bank will execute this TC through the Urban Development and Housing Division (CSD/HUD), in coordination with Migration Division (SPH/MIG). Given the intersectoral nature of this initiative and the need for impartiality regarding contracting and the difficulty of coordinating between multiple institutions in the current context, CSD / HUD will be responsible for the technical supervision and administration of this TC, in close collaboration with the Bank's Country Office in Chile (CSC/CCH). This TC will be executed by the Bank to facilitate the coordination of the activities with MINVU and the consulting firm. The result of this TC will strengthen the portfolio under execution by MINVU in Chilean informal neighborhoods. Specifically, the TC will contribute both to the design of a new survey methodology and the implementation of the National Cadaster of informal settlements originated since 2019.

## **VI. Project Risks and Issues**

- 6.1 Due to the need for joint work for the execution of the cadaster, the main risk is linked to the coordination for the implementation of the actions described between the Bank and the consulting firm within the context of COVID-19. Therefore, the Bank will seek to mitigate these risks through close coordination with the different actors involved in this operation, particularly through the implementation of an execution schedule, which will include milestones and critical dates. In addition, the Bank will develop an operational field guide with recommendations to execute the activities by the firm that does not compromise the health of anyone. This guide can be implemented for future large-scale surveys in informal settlements by the Chilean government.

## **VII. Environmental and Social Classification**

- 7.1 The ESG classification for this operation is "undefined".