

2023 FiCS Summit Session Concept Note



Side event 2

Increasing financial protection against climate shocks, disasters: the role of Public Financial Institutions

Monday 4 September 2023, 17h-18h30

Room: Room: Barahona 2

Coordinator(s)

Coordinator 1. World Bank: Eva Gutierrez, Lead Economist, The World Bank, supported by Simon Hagemann, Financial Sector Specialist, The World Bank

Coordinator 2. AFD: Christine Poursat, Director, Financial systems supported by Mariia Dobrostamat, Task Team Leader, AFD

Detailed information about the session

Rationale

In the light of the recent Loss & Damages agenda, there is an increased interest in promoting Climate and Disaster Risk Finance and Insurance (CDRFI) solutions to manage climate risk for vulnerable countries, populations and assets.

The expansion of CDRFI solutions has gained significant political traction in the last decade, resulting in global political support from the G7, G20, and the V20. At COP27 in November 2022, the G7 and V20 launched the Global Shield against Climate Risks at COP27 in November 2022.

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	<p>The growing political momentum for the CDRFI agenda has led to the implementation of innovative financial solutions in developing countries. Flagship programs like the World Bank’s Global Shield Financing Facility (GSFF, former Global Risk Financing Facility GRiF) have worked with partner countries around the globe to build capacity and implement targeted pre-arranged financial instruments, leveraging private markets to design some of the solutions.</p> <p>Global, regional, and national PDBs providing international development assistance have well over a decade of experience in working with partner countries on CDRFI solutions. National public financial institutions including PDBs have also an opportunity to provide CDRFI solutions to their borrowers, including in partnership with insurance companies. The event will bring together PDBs and other key stakeholders to explore key lessons from implementation and discuss the future of CDRFI for developing countries.</p>
<p>Objective</p>	<ol style="list-style-type: none"> I. Present outcomes of recent implementation. II. Exchange views on a way forward (with an emphasis on role of PDBs) <ol style="list-style-type: none"> a. Global and regional PDBs: what role do they play in increasing financial resilience for the poor and vulnerable? Creating impact through innovative risk financing solutions. Role of partnerships. b. National financial institutions: what role could they play in providing CDRFI solutions to their borrowers and what could be the mechanisms. Role of partnerships. c. The role of the public sector: From political vision to shifting the international landscape from ex-post to ex-ante financing of climate shocks, disasters d. Private Sector: leveraging the private sector in to bring CDRFI in developing countries to scale. e. Civil society: evidence from the ground. How to implement CDRFI solutions for the poor and vulnerable.

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Target audience	Public Financial Institutions Banks Private Sector Government Civil Society
Outcome of the event	Clear demonstration of role of Public Financial institutions, the roles of other key stakeholders for the expansion of CDRFI solutions in developing countries.
Format of the event	Introduction, 1 keynote, 1 moderator, 6 panelists on stage (panel format)
Partners	World Bank AFD
Introduction	Remy Rioux, Finance in Common Chairman, AFD CEO
Chair/Keynote	Pablo Saavedra, World Bank EFI Vice President
Moderator	Diego Guevara, Vice Minister of Finance Minister, Colombia
Speakers/Experts	<ul style="list-style-type: none"> • Christian Kraemer, Director General Strategy and Latin America, KfW • Ian Durant, Director Economics Department, CDB • Alan Elizondo, CEO, FIRA • Rubem Hofliger, Head of Public Sector Relations SwissRe, (Insurance Development Forum) • Hope Murera, CEO/MD, ZEP-RE (PTA Reinsurance), Kenya (remotely) • Valérie Laxton, Senior Associate, World Resources Institute
Run of show	<p>17:00-17:10: Introduction speech by AFD and presentation of keynote and moderator</p> <p>17:10-17:20: Keynote speech by World Bank</p> <p>17:20-17:30: Moderator to reflect on Colombia DRFI strategy and introduce speakers</p> <p>17:30-18:15: Roundtable Discussion. Questions to speakers</p>

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	<ol style="list-style-type: none">1. Questions A-E to participants (5 minutes each, 30 minutes)2. How collaboration between different stakeholders/partners could be enhanced (2 minutes each). <p>18:15-18:30: Q&A and conclusion by the Moderator</p>
Language of the event	The event will be held in : English, Spanish