



Board of Executive Directors
For information
Expires on 9 December 2016

PR-4471
7 December 2016
Original: English
Public
Simultaneous Disclosure

To: The Executive Directors
From: The Secretary
Subject: Haiti. Proposal for nonreimbursable financing for the “Emergency Program in Response to Hurricane Matthew”

Basic Information: Loan type Immediate Response Facility for Emergencies
Caused by Natural and Unexpected Disasters (IRF)
Beneficiary Government of Haiti
Amount up to US\$20,000,000
Source IDB Grant Facility

Inquiries to: Pablo Guerrero (extension 2416) or Manuel Pastor (extension 1854)

Remarks: This operation is being presented in accordance with Resolution DE-59/07 approving the “Immediate Response Facility for Emergencies Caused by Disasters”, and meets the criteria established in document GN-2038-16, approved pursuant to Resolution DE-59/07.

The Executive Directors are requested to convey to Management their views regarding the proposed loan, no later than **9 December 2016**, date on which the two-day circulation period required for this document expires. If no objections are raised during this period, the President, or such officer as he may designate, will approve the loan. If objections are raised, the loan proposal will be submitted to the Board of Executive Directors for consideration by Short Procedure.

Reference: GN-1838-1(7/94), DR-398-17(1/15), GN-2038-14(7/03), DE-53/03, GN-2038-16(5/07), DE-59/07

DOCUMENT OF THE INTER-AMERICAN DEVELOPMENT BANK

HAITI

EMERGENCY PROGRAM IN RESPONSE TO HURRICANE MATTHEW

(HA-L1130)

EXECUTIVE SUMMARY

This document was prepared by the project team consisting of: Pablo Guerrero (INE/TSP), Team Leader; Christiaan Gischler (INE/ENE), Alternate Team Leader; Manuel Pastor, Ivan Corbacho, Olga Mayoral (INE/TSP); Rafael Poveda (TSP/CEC); Gilles Mori, Ednoux Dormeus (TSP/CHA); and Joel Hernández (INE/ENE); Kenol Thys (ENE/CHA); Sebastien Gachot (RND/CHA); Taos Aliouat (LEG/SGO); Romina Kirkagacli, Lila Mallory, and Takady Konate (FMP/CHA).

In accordance with the Access to Information Policy, this document is being released to the public and distributed to the Bank's Board of Executive Directors simultaneously. This document has not been approved by the Board. Should the Board approve the document with amendments, a revised version will be made available to the public, thus superseding and replacing the original version.

EXECUTIVE SUMMARY
HAITI
EMERGENCY PROGRAM IN RESPONSE TO HURRICANE MATTHEW
(HA-L1130)

Beneficiary:	Government of Haiti (GoH)
Executing Agency:	Ministry of Public Works, Transport and Communications (MTPTC)
Amount and Source:	IDB (GRF): US\$ 20,000,000 Total: US\$ 20,000,000
Financial terms and conditions:	Disbursement period: 12 months after the effective date of the grant contract Commitment period: 9 months from the date of the disaster
Currency:	United States Dollars from the IDB Grant Facility
Objectives:	The general objective of the program is to help restore connectivity and basic services to the population living in the south of Haiti affected by Hurricane Matthew. The specific objectives are: (i) to restore road connectivity through the rehabilitation, stabilization, and repair of road sections, road drainage systems, and bridges; and (ii) to restore electric connectivity through the rehabilitation of electric lines and electric installations.
Special Contractual Clauses Prior to the First Disbursement	<p>As special contractual conditions precedent to the first disbursement of the grant, the Beneficiary, through the Executing Agency, will comply with the following to the satisfaction of the Bank:</p> <ol style="list-style-type: none">a. That the selection process and the signature of the contracts for the contracting of the following professionals dedicated to the Program has been completed, in accordance with the procurement policies set forth in the Procurement policies and Consultants Policies: (i) a full-time Program Director; (ii) a full-time procurement officer to support the execution of the procurement plan according to Bank policies; (iii) a full-time engineer; (iv) a supervision firm for all road interventions; and (v) a quantity surveying and assessment firm to assist MTPTC in quantifying and managing all design and costs to project-related interventions (¶5.42).b. That the manual of procedures establishing the key roles and responsibilities of MTPTC, including UCE, with respect to procurement and financial management matters, respectively, be approved and in effect (¶5.42).
Environmental and social review:	In accordance with the Environment and Safeguards Compliance Policy (OP-703), the program has been classified as a Category “C” operation. Given the nature of this program, no prior environmental impact assessments will be conducted. Nonetheless, any activities undertaken will comply with Haitian national rules and specifications on the

prevention and mitigation of environmental and social impacts (5.39).

Benefits: Program resources will fund activities that will benefit families and the economies in the southwest area affected by the hurricane and intervened by the program. The main indicators are: (i) restoration of 450 km of main roads that are part of the road network in the three intervened departments affected through the restoration of its pavement, repairs in three bridges, and repairs in culverts and slope stabilization, totaling 19 critical points of the road network; (ii) number restored PV systems (including solar mini grids and health centers); (iii) number of restored connections to customers; (iv) rehabilitation of 50 km of medium and low voltage lines; and (v) two solar purifier water plants installed (¶5.20 and ¶5.21).

Procurement: The procurement of this program will be conducted in accordance with the Procurement Policies for Works and Goods financed by the Bank (GN-2349-9), and the Policies for the Selection and Contracting of Consultants financed by the Bank (GN-2350-9). Also will apply, as appropriate and complementary, the “Procurement Arrangements for Haiti” (GN-2654) while in effect. Sole source selection will be included under the provisions of paragraph 3.6 subsection (e) of procurement policy GN-2349-9, and paragraph 3.10 paragraph (b) policy GN-2350-9 consultants, providing that direct contract may be an appropriate method “in exceptional cases, such as response to natural disasters”.

The approval of sole sourcing (¶5.32) will be conducted in accordance with the Procurement Function Operational Guidelines (OP-272-2). [Annex III](#) of this document defines the fiduciary arrangements and requirements for this program.

Based on the medium risk determined in the last capacity evaluation, the Bank’s supervision will be ex ante ¶5.31 through ¶5.33.

Accounting and Auditing: Financial management of the project will be done in accordance with the policy set forth in OP-273-6. Financial programming, planning, and monitoring of budget execution for the project will be carried out on the basis of standard models included in the Bank’s project disbursement guide (¶5.25 through ¶5.27) Fiduciary (organizational, financial administration and procurement systems, and internal and external control) systems have a medium level of development and risk (¶5.24). Ongoing investigations suggest higher fiduciary risks for transport interventions in Haiti are present due to high integrity risks to which mitigation measures have been identified and will be financed by the program (¶5.23, ¶5.24).