



## **CDKN Invitation to Tender: Developing a risk insurance framework for disaster prone communities in Pakistan**

As the frequency and severity of natural disasters has increased, Pakistan has suffered extensive loss of life, property, livelihoods and damage to the economy. At present, the Government of Pakistan responds to natural disasters largely on a case by case basis, relying on domestic budgets and extensive financing from international donors to fund relief, recovery and rehabilitation. Reliance on this traditional approach has limitations in terms of efficiency, effectiveness, and sufficiency. Lack of sufficient funds for reconstruction and rehabilitation also disproportionately affects the most vulnerable communities.

The National Disaster Risk Management Framework (NDRMF) provides for the development of insurance schemes for disaster risk reduction as a priority and recognises the insurance sector as a key stakeholder. The NDRMF is an overarching framework for disaster risk reduction approved by the National Disaster Management Council. A viable insurance solution to fund disaster response would not only relieve the national exchequer of unforeseen financial expenditure but would also better support vulnerable communities to recover from natural disasters.

CDKN is working with The National Disaster Management Authority of Pakistan to identify a supplier to support them in developing a viable and sustainable insurance solution for vulnerable and low income communities. At present we broadly envisage two workstreams outlined below however we are open to suggestions from potential suppliers about how the project could be structured, scoped and managed.

- 1) **Insurance fund design:** Design of the insurance fund including the governance structures and operational modalities
- 2) **Insurance strategy design:** Development of an insurance strategy for vulnerable communities including risk and vulnerability mapping for climate/disaster related risks and design of appropriate insurance options.

### **Instructions for interested parties**

In order to receive the tender documentation including detailed terms of reference and instructions for how to submit a proposal please send an email to [cdknetwork.procurement@uk.pwc.com](mailto:cdknetwork.procurement@uk.pwc.com).

The email should include the following information:

- Subject line: EOI: TAAS-0032 Developing a risk insurance framework for disaster prone communities in Pakistan
- A contact name(s), email address and telephone number for the most appropriate person(s) to send further information to regarding bidding.

We anticipate that full tender documentation will be available in the week commencing 23 July 2012. Please note the deadline for the submission of questions relating to this tender is **17.00 UK Time 13 August 2012**. Completed proposals will be due at **17.00 UK time on Wednesday 29 August 2012**