

Project Name: Risk Insurance for Disaster Prone Communities in Pakistan
Project reference number: TAAS-0032

Urgent request for expertise: Risk Insurance for Disaster Prone Communities in Pakistan. Facilitation of scoping workshop

1. Request

CDKN is looking for an individual to travel to Pakistan to prepare and facilitate a workshop with 15-20 senior Government stakeholders in early June 2012. The purpose of the workshop is to understand the priorities and needs of the government for developing a framework on Risk Insurance for disaster prone communities in Pakistan. The outputs of the workshop will inform the design of the project and the tender documentation that CDKN will then procure competitively. The individual will also support the CDKN project manager in the development of the terms of reference for the project including reviewing tender documentation

2. Background Context and Rationale

The Government of Pakistan responds to natural disasters (increasing floods, earthquakes, cyclones and droughts) on case to case basis, relying on domestic budgets, including diversion of resources from other projects, and on extensive financing from international donors. While ex-post disaster funding from donors and multilateral financial institutions can be an important part of government's catastrophe risk management strategy, over-reliance on this approach has major limitations in terms of efficiency, effectiveness, and sufficiency. By ensuring that sufficient liquidity exists very soon after a disaster, modern funding approaches such as micro insurance of the vulnerable communities are being considered to help to speed recovery and ensure that scarce government funds are well used. NDMA has charted a sketchy plan which has also been shared with the Cabinet where it got the right political backing to take it forward.

The plan emerging so far is to design the Disaster Risk Insurance such that it provides low-income households easily accessible and affordable insurance on **5 levels:** i) Covering demise of the bread-earner, ii) Food security, iii) Shelter, iv) Livestock, and v) Crop.

NDMA realizes that in order to deliver this massive model and for it to work successfully, it will require a mix of organizations ranging from insurance companies to local civil society organizations to business houses as well as some government departments. This selection will need to be made through a transparent process following the rules set forth by the Public Procurement Regulatory Authority (PPRA) of Pakistan.

National Disaster Management Authority (NDMA) has requested CDKN to develop a framework on Risk Insurance for Disaster Prone Communities in Pakistan. At this point however, the NDMA has put forth a request to CDKN bring on board a set of technical experts including insurance business experts, insurance lawyers and as well as a social specialist to develop the technicalities of this plan so that it can result in the preparation of Request for Proposal (RFP) for the full plan to be put out in the market for selection of organisations for implementation.

3. Statement Specification

In order to have further thought around the kind of expertise required for developing the RFP, talks are underway with the NDMA to hold a focused workshop at the earliest comprising 15/20 officials from the Ministry of Commerce, Finance, the Securities and Exchange Commission of Pakistan (SECP), private business leaders, the insurance companies as well as an insurance lawyer to

deliberate collectively over the issue and bring more clarity to the request being put forward to CDKN.

For this process, the need for an expert facilitator has been identified – someone with proven experience in the risk insurance business who can help the high level officials bring out the key aspects from their relevant work to contribute to this new concept of risk insurance for disasters in Pakistan. The expert should be capable of creating synergies and building upon them from the group that the Government will be bringing together.

Following this meeting, CDKN will be in a better position to develop tender documents for an open call to get experts/organization(s) that will be contracted by CDKN to assist the NDMA in designing the **full risk insurance framework** which will then be put out as the Request for Proposal (RFP) that the government will then seek bids for.

4. Activities and deliverables

	Activity	Timeline (Tentative)	Level of Effort (Tentative)	Deliverable
1	Facilitate a high level workshop (mentioned above) that will help in generating a better understanding for disaster risk insurance in Pakistan.	Third/Last Week of May 2012	1 day for workshop (2-3 days for travel + preparation)	Workshop report (details of ToC to be finalized with the CDKN team)
2	Based on the direction provided by the workshop, provide support to the the CDKN Project Manager in developing the tender documents for this project.	Last week of May/first week of June 2012	1-2 days	Review and finalizing the tender documents for CDKN

Please note: For the person involved scoping the project, neither they nor the organisation they work for would be able to bid to deliver the work.

5. Individual requirements

The individual must have

- Sound understanding of Climate Risk Insurance,
- Good set of group facilitation skills
- Experience working with groups of senior officials
- Ability to travel to Pakistan in the first week of June

6. Application details

Individuals who are interested in this role should send their CV and details of their daily rate to cdknetwork_procurement@uk.pwc.com and kashmala.kakakhel@cdkn.org before 17.00 UK time on 23rd May 2012. An individual will be selected and informed the following day.

The individual must be able to travel to Pakistan in the first week of June 2012 allowing for time to get hold of visas.