



IDB Board of Executive Directors

Short Procedure

Expires on 8 November 2024

MIF Donors Committee

No-objection Procedure

Expires on 15 November 2024

AT-1584
MIF/AT-1787-1
1 November 2024
Original: English
Confidential
For Internal Use
Public Upon Approval

To: The Executive Directors of the Inter-American Development Bank and the Representatives of the Multilateral Investment Fund

From: The Secretary

Subject: Regional. Nonreimbursable technical cooperation for the project “Scaling Results Based Interventions in LAC.” Amendment of Resolution MIF/DE-54/22

Inquiries to: Svante Per Gunnar Persson (svantep) or Isabela Echeverry (isabelae)

Remarks: The attached proposal is submitted in accordance with document CS-3953-4 (paragraph 6) “List of matters to be considered by the Board via Short Procedure. Update”.

The Executive Directors are requested to inform the Secretary in writing, with copy to “**SEC-EXE**”, no later than **8 November 2024 at 5:30 p.m.**, if they wish to interrupt this procedure. If no such communication is received by that date, the attached resolution will be considered adopted by the Board of Executive Directors, and a record to that effect will be made in the minutes of a forthcoming meeting.

The attached operation is being presented by No-objection Procedure in accordance with Part II, Section 5, of the Regulations of the Donors Committee of the Multilateral Investment Fund (document MIF/GN-123-5).

The Representatives are requested to inform the Secretary in writing with copy to “**SEC-EXE**”, no later than **15 November 2024 at 5:30 p.m.**, if they wish to interrupt this procedure. If no such communication is received by that date, the attached resolution will be considered adopted by the Donors Committee, and a record to that effect will be made in the minutes of a forthcoming meeting.

Classification: For purposes of the Access to Information Policy, the attached document is confidential in its entirety.

Reference: CS-3953-4(8/18), MIF/GN-123-5(5/18), MIF/AT-1787(11/22), MIF/DE-54/22

DOCUMENT OF THE INTER-AMERICAN DEVELOPMENT BANK
MULTILATERAL INVESTMENT FUND

REGIONAL

SCALING RESULTS BASED INTERVENTIONS IN LAC

RG-T4177, RG-T4563, RG-O1705

DONORS MEMORANDUM ADDENDUM

This document was prepared by the project team comprised of: Isabela Echeverry (DIS/CCO), María Paula López (DIS/CCO), Svante Persson (LAB/DIS), José Manuel Sandoval (CCS/CCO), Lina Barbosa (CCS/CCO), Camilo Santa (CCS/CSD), Jean Emmanuel Desmornes (DIS/CHA), Fermin Vivanco (MIF/MSM), Carolina Carrasco (DIS/CCH), Maria De Fatima Torales Fretes (CSC/CPR), Gregory Watson (CSD/CCS), William Mondol (DIS/CCR), Christian Diaz Ordonez (FML/LAB), Nadine Schiavi (ORP/GCM), Damaris Leon (ORP/GCM)

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**REGIONAL
SCALING RESULTS BASED INTERVENTIONS IN LAC
DONORS MEMORANDUM ADDENDUM
RG-T4177, RG-T4563, RG-O1705**

I. Purpose

The purpose of this memo is to request approval from IDB Lab's Donor Committee and the Bank's Board of Directors to undertake the following changes: (i) to increase the budget of the regional technical cooperation "Scaling Results Based Interventions in LAC" (RG-T4177, hereinafter, the "Outcomes Hub") by US\$4,000,000, as follows: (a) US\$1,000,000 from IDB Lab and (b) US\$3,000,000 from the Natural Capital Lab; (ii) to authorize up to US\$1,000,000 chargeable to the resources of IDB Lab from MSE (MSE-Small Enterprise Development Facility) (RG-T4563); (iii) to authorize the creation of the Jaguar Impact Initiative Container (RG-O1705), in coordination and accordance with the IDB's Nature and Climate strategies and verticals; (iv) extend the final disbursement period of the Outcomes Hub (RG-T4177) by 24 additional months; and (v) undertake all actions that may be necessary to reflect such changes in the Bank's systems.

II. Background

The Approved Project: Scaling Results Based Interventions in LAC (the Outcomes Hub).

2.1. On December 1, 2022, the Donors Committee of the Multilateral Investment Fund ("IDB Lab") approved the regional technical cooperation "Scaling Results Based Interventions in LAC" (RG-T4177)¹. The objective of project RG-T4177 is to drive greater resource efficiency, development effectiveness and improved social and environmental outcomes and innovation in Latin America by providing access to expertise and catalytic funding for the next generation of outcomes-based financing projects in the region connected with IDB Group operation needs.

2.2. This project is financed with a contribution of US\$1,000,000 from IDB Lab and has raised a US\$6,000,000 contribution from SECO through a Project Specific Grant (RG-T4350, CO-T1734, PE-T1564) to scale OBF in two countries: Colombia and Perú under Component 2 of the Outcomes Hub.

2.3. The Outcomes Hub, consists of 3 components:

- **Component 1. Scaling Results Based Interventions Challenge.** This component focuses on (i) rolling out outreach to potential donors / financiers (public and private) that are interested in outcomes payment and result based intervention models, (ii) design and launch the Results Based Interventions multi thematic selection challenge, and (iii) deploy activities that optimize processes and reduce barriers to RBI adoption using technological solutions. On November 2023, the Swiss Cooperation through the Secretariat of Economic Development (SECO) became the first donor to the Outcomes Hub. Likewise, the Natural Capital Lab (NCL) was identified as a donor, to launch and implement the Jaguar Impact Initiative with a contribution of US\$3,000,000.
- **Component 2. Scaling Results Based Interventions Sub Projects.** The objective of this component is to finance and implement individual results based thematic interventions pre-identified under Component 1. IDB Lab will work in close collaboration with IDB Group divisions, donors, country offices and local partners to launch and implement 7-10 Pay-for-success sub-projects. Since the launch of the project on December 2022, 3 sub-

¹ Annex I: RG-T4177 Scaling Results Based Interventions in LAC Donor's Memo.

projects have already been developed with funding from the Swiss Cooperation through the Secretariat of Economic Development (SECO) in Colombia, Peru, and at the regional level. In fact, on November 2023, the agreement “Social Impact Bonds, Phase II: Scaling Up Results Based Finance Interventions in Peru and Colombia” was signed. NCL contribution will support the deployment of climate and biodiversity OBF interventions in Colombia and two additional prioritized countries².

- **Component 3. Outcomes Knowledge Network.** The objective of this component is to launch an Outcomes Knowledge Network that serves as an interconnected resource library where public and private practitioners will find frameworks, training, and certifications, do-results-based-payments-yourself guides, result based intervention case studies, and an Outcomes Champion community.

2.4 On June 12th, 2024, the French Ministry of Finance of France communicated their favorable response to contribute US\$3,000,000 of Natural Capital Lab (NCL) funds to amplify the climate and biodiversity impact of the RG-T4177 Scaling Results Based Interventions in LAC Outcomes Hub, starting with a three Outcomes Based Financing (OBF) pilots in three prioritized countries.³

III. Objective of the Amendment

3.1 The **objective of this amendment** is to enhance effectiveness, scalability and transparency to climate and biodiversity outcomes using innovative outcomes-based financing mechanisms through two sister operations: a regional technical operation (RG-T4563) that will support the implementation of the Jaguar Impact Initiative through a container (RG-O1705) in three prioritized countries, including Colombia, through specific in country individual projects or OBF initiatives. This increase will expand the reach and impact of the RG-T4177 Outcomes Hub, as well as to attract additional private sector investment through OBF mechanisms (SIBs, DIBs, SIINCs, or others)⁴ for biodiversity restoration, protection and sustainable local economic development in LAC⁵.

3.2 **IDB Lab funding:** The objective of this increase (US\$1,000,000 – RG-T4563) to the Outcomes Hub will support the regional implementation of the Jaguar Impact Initiative in the three prioritized countries through the general coordination activities, technical expert support on OBF design, outcomes financiers, outcomes verification and knowledge production and dissemination on biodiversity outcomes-based initiatives under Components 1 and 3 of the Outcomes Hub mentioned above. This increase is aligned with the Agriculture and Natural Capital vertical as well as the climate change crosscutting theme.

3.3 **NCL Funding:** The objective of this increase (US\$3,000,000) is to establish a container “The Jaguar Impact Initiative” (RG-O1705) to deploy OBF sub-projects in three prioritized countries, including Colombia, under Component 2 of the Outcomes Hub mentioned above. IDB Lab with

² Paraguay and Costa Rica are potential countries to be included in the Outcomes Hub. Prior to the start of the activities financed by this increase that will be carried out in the beneficiary countries, the Bank must have the letters of no objection from the governments of the respective countries, Country Rep approval, French Government approval.

³ Paraguay and Colombia have NCL favorable response.

⁴ SIBs: Social Impact Bonds; DIBs: Development Impact Bonds; SIINCs: Social Impact Incentive.

⁵ The project team aims to present the project to GEF’s new Global Biodiversity Framework Fund (GBFF) to raise additional resources, which will be used to invest in or pay for results in jaguar conservation in Latin America, with a specific focus on jaguar habitats.

NCL funding will fund individual projects through the container and work with local executing agencies in each country to identify local co-payers (public⁶ or private actors interested in participating in innovative finance mechanisms), local biodiversity solutions providers interested in building their capacity to perform under RBF initiatives and contracts, as well as build local ecosystem capacity incorporating OBF into procurement. Local executing agencies will provide in kind and cash cofinancing to implement the result-based interventions at selected landscapes. The counterpart financing could pay for project administration, market building with investors and outcome payers, and knowledge dissemination activities, among others, by leveraging significant private capital.

3.4 Individual OBF projects funded by the Jaguar Impact Initiative (RG-O1705) may be developed in the future as (a) market-initiated concepts, through a process of co-creation using a directing contracting/sole-source selection and TA challenges, or (b) as IDB-initiated concepts, in which partners may be engaged via a competitive selection process. Key considerations will be:

- i. The degree of consultation, collaboration, and co-creation with agencies during the design of the contract and service models.
- ii. The capacity of the market to engage with tenders or bidding processes that incorporate cost and impact estimates for OBF.
- iii. The role of investors and/or intermediaries in the design and selection of service providers.
- iv. The amount of technical support to delivery partners to facilitate contract readiness.
- v. Potential to inform and scale OBF within public finances or Bank operations.

3.5 Extension of final disbursement by additional 24 months. Outcomes based financing are initiatives that involve multiple stakeholders at the MACRO level (national and international payers as outcomes payers), MESO level (national and local service providers interested in participating in different OBF mechanisms that require legal and financial training), and MICRO level (individual projects that benefit poor and vulnerable populations, climate and biodiversity indicators, to be implemented or verified by the service providers trained at the MESO level, and paid for by the national or international outcomes payers at the MACRO level). Since the final disbursement period for RG-T4177 (ATN 19740-CO) is April 2027, the US\$4,000,000 budget increase mentioned above requires two additional years to fulfill Component 1-3 activities and effectively deploy the Jaguar Impact Initiative individual projects in the three prioritized countries.

IV. Justification.

The Jaguar & Biodiversity an opportunity for Outcomes Based Financing.

4.1 Published at a critical and uncertain time for the future of the so-called America's largest wild cat, the Jaguar 2030 Conservation Roadmap⁷ aims to strengthen the 'Jaguar Corridor' spreading from Mexico to Argentina, by securing 30 priority jaguar conservation landscapes by the year 2030. This bold land management regional ecosystem connectivity initiative has led to a new path to strengthen international and cross border cooperation for sustainable

⁶ The Government of Colombia offered to enable approximately US\$1M from the 'Fondo para la Vida y la Biodiversidad' to pay for results using the Jaguar as a Proxy variable for biodiversity outcomes.

⁷ In an unprecedented global commitment to save the jaguar, a threatened species, leading international conservation organizations under the coordination of WWF and 18 countries across Latin America launched the Jaguar 2030 Conservation Roadmap at the Sharm El Sheik 2018 UN Biodiversity Conference – COP 14. https://wwflac.awsassets.panda.org/downloads/jaguar_2030_roadmap.pdf

development. Nonetheless, while such roadmap represents consensus on actions by governments, it provides little guidance for the private sector.

- 4.2 The Jaguar Impact Initiative as a Catalyst for Diversity and Green Growth.** In contrast, the symbiotic relationship between Biodiversity Conservation and Forest and Landscape Restoration has also sparked attention among supporters of green finance and a sustainable and green economy. For example, Impact Investors and Family Offices engaged in philanthropy in Latin America are showing interest in the protection and conservation of the jaguar as an umbrella species. There has also been a surge of innovative use of financial instruments to tackle climate change and biodiversity loss such as Debt4Nature swaps, Green Bonds, and Carbon and Biodiversity Credits which have explicitly been referenced at the [Global Biodiversity Framework](#) as blended finance best practices on Target 19.
- 4.3 IDB Group, in partnership with the Natural Capital Lab (NCL),** developed a blueprint for Results-Based instrument with the Jaguar as umbrella species, this blueprint is part of the context and technical insights to be used in the implementation of the Jaguar Impact Initiative.
- 4.4 Outcomes-based Financing.** Outcomes-based financing instruments (“OBF”) allow for innovative problem-solving at the frontline, foster public-private partnerships, and reward cost-effectiveness. While there is an increasing interest in these innovative financing instruments, public institutions and stakeholders still face barriers and costs when developing results-based interventions.
- 4.5 OBFs** focus on measuring outcomes, provide the flexibility to innovate, and place problem solving at the frontlines of service delivery, foster public-private partnerships and reward results and greater cost-effectiveness.⁸
- 4.6 Outcomes-based Financing for Biodiversity Conservation.** In 2022, WWF & IDB identified and developed the conditions to design a social and conservation ‘impact bond’ or a results-based payment instrument to conserve the habitat and biodiversity in the Continental Jaguar Corridor. Such initiative identified a potential pipeline of projects and activities, where beyond pursuing the conservation of this species, Jaguars became a symbol and metric of impact in ecosystem regeneration, including social and economic factors for human wellbeing⁹. A set of KPIs (see ANNEX II) were designed with over 25 Jaguar and sustainable development experts across the region and were showcased at the Sustainable Finance Session of CITES Jaguar Range State Meeting in Brazil 2023; where such KPIs provided scientific evidence that this umbrella species approach delivers ecosystem-wide benefits and targets globally significant biodiversity, also addressing the Kunming-Montreal Global Biodiversity Framework Goal A, Target 2, 3 and 12 on ecological connectivity.

⁸ Among the different RBF instruments there are various types of mechanisms such as: Social Impact Bonds (SIBs), Development Impact Bonds (DIB) and Performance-Based Contracts.

⁹ Jaguars are the top predators in their environment. They play a vital role in their habitat by controlling other species' populations and helping maintain a healthy ecosystem. They are a symbol and key metric of impact in ecosystem regeneration, including social and economic factors for human wellbeing. By protecting jaguars and the places where they live, the Jaguar 2030 Conservation Roadmap helps to look after other wildlife, as well as the people who live and work around such areas. Impacting positively on the specific needs of poor and low-income populations, and traditionally excluded groups such as Indigenous populations are benefited of the jaguar conservation. Jaguars can be used as a proxy indicator for biodiversity conservation and restoration of ecosystems, as only 50% of the jaguar range remains after large deforestation. Therefore, jaguar conservation can serve as a driver for local green growth when properly engaging Indigenous peoples and implementing rural development best practices.

4.7 Concerted efforts are needed to close the significant gap in global biodiversity financing. Accordingly, the Kunming-Montreal Global Biodiversity Framework (KMGBF) includes a commitment by the Parties to the Convention on Biological Diversity to mobilize at least US\$ 200 billion per year by 2030 from all sources, including public, private, domestic, and international, to implement national biodiversity strategies and action plans (Target 19). The Global Environment Facility (GEF) continued investments in biodiversity conservation bonds are to support specifically the achievement of KMGBF Target 19 (c) and (d) related to private finance and innovative schemes, with the ultimate goals of mobilizing new private capital and generating additional resources for biodiversity.

V. The Results Matrix: Description of Activities and Outputs

5.1 The budget increase sought in this amendment memorandum will not affect Results Matrix of the Outcomes Hub, since the funding will contribute to deploying up to 3 prioritized country projects amplifying climate and biodiversity results under Component 2 (Scaling Results Based Interventions Sub projects. See Annex I).

5.2 Specific project design under RG-O1705 will include components that scale the use of outcomes-based interventions in climate and biodiversity sectors including, but not limited to:

- **Component 1. Jaguar and Biodiversity Initiative Design:** In country planning and design of the Jaguar Impact Initiative: (i) National stakeholder identification and ecosystem organization, support services for ecosystem organizations, strategic relationship building, design and training, support in fundraising and local OBF challenges; (ii) the financial intermediation and (iii) a project coordination. This component will be a **mixed** execution between the **Bank** and the **executing agencies**.
- **Component 2. Launching between 1-2 Biodiversity Outcomes Based Interventions.** The objective of this component is to (i) finance and implement individual biodiversity outcomes-based interventions pre-identified and designed under Component I, in each selected country; and (ii) deploy ecosystem building activities (investor mobilization and training, technical assistance for service operators, intermediary and financial mechanism setup, etc.). IDB Lab will work in close collaboration with IDB Group divisions such as Biodiversity Cluster¹⁰, donors, country offices and local partners to launch and implement the interventions. This component will be a **mixed** execution between the **Bank and the executing agencies**.
- **Component 3. Knowledge and Dissemination.** This component will focus on case studies, audiovisual products and dissemination events related to the implementation of the biodiversity results-based interventions in each country. This component will be a **mixed** execution between the **Bank and the executing agencies**.

5.3 Once individual OBF projects are identified to be financed under the Jaguar Impact Initiative (RG-O1705), IDB Lab coordinating unit will design specific operations incorporating biodiversity, climate and poor and vulnerable indicators in the project Results Matrix using Biodiversity and Natural Capital frameworks and international standards and best practices

¹⁰ Biodiversity team under the Climate Change Division (CSD/CCS) within IDB.

like the Jaguar 2030 Roadmap¹¹¹², the Terrasos Protocol for the issuance of Voluntary Biodiversity Credits¹³¹⁴ and the International Advisory Panel on Biodiversity.

VI. Budget and request

- 6.1 The project's original budget is US\$13,500,000 of which US\$7,000,000 (52%) has been successfully raised; US\$1,000,000 (7%) contribution by IDB Lab and US\$6,000,000 (45%) contribution by the Swiss Cooperation through the Secretariat of Economic Development (SECO) through a Project Specific Grant - PSG with the Government of Switzerland (RG-T4350, CO-T1734, PE-T1564).
- 6.2 IDB Lab additional funding (US\$1,000,000) will be received in RG-T4563 and executed under one ATN as an IDB Lab – Bank Executed Operation (for the regional technical support and deployment of the JII: expert on OBF design, training, support, and outcomes verification).
- 6.3 NCL contribution (US\$3,000,000) will be received in RG-O1705 and be deployed in three individual Non-Reimbursable Technical Cooperations (NRTC) – projects – to the three selected executing agencies in participating countries. These individual projects will have two ATNs each: One to be an agency-executed operation (for in-country design, local co-payer capacity building and support, OBF intervention deployment, ecosystem building and knowledge, project local coordination); and one IDB Lab Bank-Executed Operation to pay for the results contracted with local co-payers.
- 6.4 The increase of US\$4,000,000 for the Jaguar Impact Initiative will raise the total budget of the Outcomes Impact Hub for a new total of US\$17,500,000. This represents a 30% increase in the Outcome Hub's original budget.
- 6.5 The adjusted budget following the approvals outlined in this memo, will be as follows:

¹¹ A taskforce has recommended set of specific KPIs by including over 25 regional experts and institutions https://www.iflac.awsassets.panda.org/downloads/jaguar_2030_roadmap.pdf

¹² Annex II: Jaguar Initiative Detailed Examples of possible KPIs.

¹³ CO-G1048. Enhancing the market for biodiversity credits through the implementation of digital tokens under an integrity protocol.

¹⁴ Annex III: Examples of units and frequencies of measurement of the objectives of the monitoring and follow-up plan. Protocol for the issuance of Voluntary Biodiversity Credits Version 4.0. Terrasos. 2024

BUDGET REGIONAL OUTCOMES HUB WITH THE JAGUAR IMPACT INITIATIVE INCREASE IN USD

COMPONENTS	IDB Lab MSE		Partners + Local counterpart*	Natural Capital Lab (NCL)	Pay for Results	TOTAL HUB ORIGINAL RG-T4177	TOTAL JII INCREASE	TOTAL OUTCOMES HUB WITH INCREASE RG-T4177, RG-T4563, RG-O1705
	Outcomes Hub Original RG-T4177 UDR CCO	JII Increase RG-T4563 UDR DIS/CCO BEO	Outcomes Hub Original RG-T4177	JII Increase RG-O1705	Original Hub Local Co-financing RG-T4177			
Component 1: Scaling Results Based Interventions Challenge	200,000	758,000	414,000	-	-	614,000	758,000	1,372,000
Component 2: Results Based Interventions Sub Projects	715,000	200,000	4,803,143	3,000,000	7,000,000	12,518,143	3,200,000	15,718,143
Component 3: Outcomes Knowledge Hub	85,000	42,000	140,000	-	-	225,000	42,000	267,000
Project Administration Fee 5%	-	-	142,857	-	-	142,857	0	142,857
TOTAL	1,000,000	1,000,000	5,500,000	3,000,000	7,000,000	13,500,000	4,000,000	17,500,000
% of Financing including co-financing	7%	25%	41%	75%	52%	100%	100%	
TOTAL BY SOURCE	2,000,000 = 11%		5,500,000 = 32%	3,000,000 = 17%	7,000,000 = 40%	17,500,000 = 100%		

*Counterpart applies for RG-T4177

VII. Execution

7.1 **Overall implementation arrangements:** This increase will be led and executed by IDB Lab in partnership with the Natural Capital Lab. The current Outcomes Hub General Coordinator contracted under RG-T4177 will be responsible for the overall administration of this increase¹⁵.

7.2 **Execution of RG-T4563** will be of **mixed execution**, between **IDB Lab** in collaboration with **local executing agencies**. RG-T4563 will have both regional and country level activities. Execution of RG-O1705 will be Bank Executed and individual projects will have country level activities. Individual projects, to be funded through Component 2, will be co-selected by IDB Lab with support from the Climate Change and Sustainability Division (CSD/CCS) and the Biodiversity Cluster and will be implemented by local implementing agencies and partners. This approach ensures comprehensive and coordinated support at both the regional and country-specific implementation levels, optimizing resources and maximizing the impact of our conservation and biodiversity initiatives:

7.2.1 *At the regional level*, IDB Lab will be responsible for the following tasks among others:

- Stakeholder Identification and Ecosystem Organization.
- Support Services for Ecosystem Organizations.
- Strategic Relationship Building.
- OBF Design and Training.
- Support in OBF Fundraising and Challenges.
- OBF Regional Knowledge Agenda.
- Steering Committee.

7.2.2 *At the national level*, the project deployment in each selected country will be carried out by a **local executing agency**, as it is through these agencies that the designs of national funds will materialize, negotiations will take place, and new outcomes payers will be assigned at the national level. Additionally, local ecosystem training will occur, including operators, investors, and local champions. The **executing agency** will be responsible for the following tasks among others:

- Calls for service operators.
- Launching Biodiversity/Jaguar Pay for Results Initiatives.
- Initiative selection.
- Contracts and Capital Calls.
- Identifying Investors.
- National Knowledge and dissemination.

Project identification.

7.3 Selected projects will be designed and approved using the existing policies, procedures, and formats for IDB Lab related to risk management, procurement, and contracting, application of the DICI, financial management, and supervision. As is currently done with individual IDB Lab projects, IDB Lab will prepare a document that will include iDELTA completion, an assessment of risk of non-alignment with the Paris Agreement, a social and environmental impact section, and will be reviewed during QRR.

¹⁵ See Annex I: RG-T4177 Section 5.14

- 7.4 There will be a prior non-objection from IDB's Country Representative, the French Government, the Fund Coordinator in the Grants and Co-financing Management Unit (ORP/GCM).
- 7.5 Country OBF Projects financed by the Jaguar Impact Initiative are expected to be maximum of US\$1,000,000 each.
- 7.6 Individual Projects receiving TC funds under the facility will be approved by the IDB Lab General Manager in line with the established delegation of authority¹⁶.
- 7.7 **Executing agencies:** Upon the respective due diligence, legally established entities may receive and administer resources under the Jaguar Impact Initiative (RG-O1705) to execute projects. These executing agencies could be one of the following: (i) private companies (including startups, NGOs, Corporations and Foundations) eligible to receive non-reimbursable financing from the Bank; or (ii) entities that support ecosystem building, such as innovation agencies, accelerators, financial intermediaries, producer associations, knowledge institutions, and others that can demonstrate alignment with the project objectives.
- 7.8 **Ecosystem building:** Additional ecosystem actors will also be engaged by the local executing agency including bilateral and multilateral donors, foundations, investors, technology providers, evaluators, research organizations and think tanks, international and local consulting firms, and local Government officials (e.g., mayors and other public authorities), and international actors such as Outcomes Finance Alliance (OFA), the OECD Advisory Council on Outcomes-Based Financing (OBF), and the Global Steering Group on Impact Investing.
- 7.9 **Monitoring and reporting:** Each project will report through IDB Lab's annual Project Status Report System (PSR) and the Bank's Technical Cooperation Monitoring and Reporting System (TCM). The Jaguar Impact Initiative (RG-O1705) will be subject to the terms and conditions of the Funded Activity Agreement (FAA) of the Natural Capital Lab, including any relevant obligations related to monitoring, reporting, and communications, IDB Lab will coordinate closely with the Fund Coordinator to ensure the fulfillment of any contractual obligations.
- 7.10 **Supervision:** RG-T4563 will be supervised by Colombia IDB Lab specialist and RG-O1705 will be supervised by IDB Lab COF specialists in the prioritized countries, all in close collaboration with the Outcomes Hub General Coordinator.
- 7.11 **Procurement of Goods and Services and Financial Management.** The contracting of consulting services and the procurement of goods and related services financed with the facility's resources will follow the Bank's procurement policies and procedures established in IDB's Procurement "Policies for the Selection and Contracting of Consultants financed by the Bank" (GN-2350-15), and "Policies for the Procurement of Goods and Works (GN-2349-15). Financial management of the facility's resources will follow the Bank's Financial Management Guidelines (OP-273-6).

¹⁶ PR-501 Approval of Nonreimbursable Operations (Delegation of Authority for Approval of Nonreimbursable Operations of up to US\$3,000,000).

VIII. Request for approval of modifications.

- 8.1. This memorandum requests to the Board of Executive Directors of the Inter-American Development Bank and the Donors Committee of the Multilateral Investment Fund, the approval for the above-mentioned modifications that include:
- (i) **OA-421, Section III. B. 1. Increase of the Approved Amount:** An increase of US\$1,000,000 of the Project budget with funds from IDB Lab to TC RG-T4563. This increase will represent the addition of a new approval number ATN to the operation.
 - (ii) **OA-421, Section III. B. 1. Increase of the Approved Amount:** An increase of US\$3,000,000 of the project budget with funds from NCL to TC RG-O1705.
 - (iii) Authorize the creation of the Jaguar Impact Initiative Container (RG-O1705).
 - (iv) **OA-421, Section II. 4. Extension of the final disbursement period:** A single extension of up to additional 24 months for the Outcomes Hub (RG-T4177).
 - (v) Undertake all actions that may be necessary to reflect such changes in the Bank's systems.

The purpose of this memo is to request approval from IDB Lab's Donor Committee and the Bank's Board of Directors to undertake the following changes: (i) to increase the budget of the regional technical cooperation "Scaling Results Based Interventions in LAC" (RG-T4177, hereinafter, the "Outcomes Hub") by US\$4,000,000, as follows: (a) US\$1,000,000 from IDB Lab and (b) US\$3,000,000 from the Natural Capital Lab; (ii) to authorize up to US\$1,000,000 chargeable to the resources of IDB Lab from MSE (MSE-Small Enterprise Development Facility) (RG-T4563); (iii) to authorize the creation of the Jaguar Impact Initiative Container (RG-O1705), in coordination and accordance with the IDB's Nature and Climate strategies and verticals; (iv) extend the final disbursement period of the Outcomes Hub (RG-T4177) by 24 additional months; and (v) undertake all actions that may be necessary to reflect such changes in the Bank's systems.

IX. Recommendation

In accordance with the Table of Authority for the Administration of Non-Reimbursable Technical Cooperation and Investment Grant Operations and Contingent Recovery Operations (OA-421), and the Table of Authority for Substantial and Fundamental Changes to Operations (OA-430), IDB Lab Management requests **Board of Directors** and **Donors Committee** approval to make the changes described in this document to project **RG-T4177 SCALING RESULTS BASED INTERVENTIONS IN LAC**.

The IDB Lab Donors Committee has the authority to approve this funding for MIF projects in accordance with Resolution DE-11/14 of March 5, 2014. IX.3.

This document is being distributed for approval via the no objection procedure in accordance with Part II, Section 5, of the Regulations of the Donors Committee of the Multilateral Investment Fund (document MIF/GN-123-5).

DOCUMENT OF THE INTER-AMERICAN DEVELOPMENT BANK
MULTILATERAL INVESTMENT FUND

PROPOSED RESOLUTION MIF/DE ___/24

Regional. Nonreimbursable Technical Cooperation ATN/ME ----- RG –
Scaling Results Based Interventions in LAC
(Amendment of Resolution MIF/DE-54/22)

The Donors Committee of the Multilateral Investment Fund

RESOLVES:

1. That the authority granted pursuant to Resolutions MIF/DE-54/22 to enter into such agreements as may be necessary for the project “Scaling Results Based Interventions in LAC” shall be amended in accordance with the amended project proposal contained in document MIF/AT-_____, in order to authorize an extension of 24 months of the final disbursement period and a budget increase up to an amount of US\$1,000,000:

2. To modify paragraph 2 of Resolution MIF/DE-54/22, to read as follows:

“2. That up to the amount of US\$2,000,000 or its equivalent in other convertible currencies, shall be authorized for the purpose of this resolution, chargeable to the resources of IDB Lab”.

3. That Resolution MIF/DE-54/22 remains in effect, except for the amendment contained herein.

(Adopted on _____, 2024)

RG-T4563

DOCUMENT OF THE INTER-AMERICAN DEVELOPMENT BANK

PROPOSED RESOLUTION DE ____ /24

Regional. Nonreimbursable Technical Cooperation ATN/ME -----RG –
Scaling Results Based Interventions in LAC

The Board of Executive Directors

RESOLVES:

1. That the President of the Inter-American Development Bank (“Bank”), or such representative as he shall designate, is authorized, in the name and on behalf of the Bank, to enter into such agreement or agreements as may be necessary to receive and administer:

(a) That up to the amount of US\$4,000,000 or its equivalent in other convertible currencies, shall be authorized for the purpose of this resolution, of which (i) Up to US\$1,000,000 will be chargeable to the resources of the Multilateral Investment Fund (“IDB Lab”), and (ii) Up to US\$3,000,000 will be chargeable to the resources of the Natural Capital Lab (“NCL”).

2. That the above-mentioned sum is authorized for the purposes described in the project proposal contained in document _____, and to adopt any other measures as may be pertinent for the execution of said agreements.

(Adopted on _____, 2024)

RG-T4563, RG-O1705

SCALING RESULTS BASED INTERVENTIONS IN LAC

RG-O1705

CERTIFICATION

The Grants and Co-Financing Management Unit (ORP/GCM) certifies that the referenced operation will be financed through:

Funding Source	Fund Code	Currency	Amount Up to
France-IDB Natural Capital Lab Trust Fund	NCL	USD	3,000,000

For operations financed by funds where the Inter-American Development Bank (IDB) does not control liquidity, the availability of resources is contingent upon the request and the receipt of the resources from the donors. Additionally, in case of operations financed by funds that require a post-approval agreement with the donor, the availability of resources is contingent upon the signature of the agreement between the Donor and the IDB. (i.e.: Project Specific Grants (PSG), Financial Intermediary Funds (FIF), and single donor trust funds).

Certified by:

Miguel Felipe Caicedo Sierra on behalf of
 Maria Fernanda Garcia Rincon
 Chief
 Grants and Co-Financing Management Unit
 ORP/GCM

_____ Date