Early Warning System

WB-P505784

Third Guatemala Development Policy Loan for Disaster Risk Management with a Catastrophe Deferred Drawdown Option (CAT DDO)

Quick Facts

Countries	Guatemala
Financial Institutions	World Bank (WB)
Status	Approved
Bank Risk Rating	B
Voting Date	2025-09-24
Borrower	Republic of Guatemala
Sectors	Agriculture and Forestry
Investment Type(s)	Loan
Investment Amount (USD)	$ 430.00 million
Loan Amount (USD)	$ 430.00 million
Project Cost (USD)	$ 430.00 million

Project Description

According to the WB, the development objective is to support the Government of Guatemala in: (i) strengthening the institutional capacity for inclusive DRM and CCA, including financial support for vulnerable groups; and (ii) mainstreaming DRM and CCA in selected sectors

The development objective of the Third Disaster Risk Management (DRM) Development Policy Loan with a Catastrophe Deferred Drawdown Option (CAT DDO) Project for Guatemala is to support the Government of Guatemala (GoG) in: (i) strengthening the institutional capacity for inclusive DRM and climate change adaptation (CCA), including financial support for vulnerable groups; and (ii) mainstreaming DRM and CCA in selected sectors. It builds on the successes and lessons learned from two previous CAT DDOs, approved in 2009 and 2019, and over 15 years of partnership between the GoG and the World Bank on disaster and climate risk management. this operation is expected to be a key component of the GoG's disaster risk financing strategy (DRFS), serving as one of the few and preferred instruments available to the government for emergency response. It will enable rapid resource mobilization after extreme natural events, thereby mitigating budget shocks, facilitating recovery processes, and fostering macro-fiscal stability. Additionally, this operation will enhance the DRM policy framework by promoting the adoption of a multisectoral approach that devolves DRM and CCA responsibilities to line ministries and relevant sectoral agencies. The policy reform supported by this CAT DDO will also expand the country's social protection (SP) system to better safeguard vulnerable households against hazards and sudden income loss and improve their capacity to manage risks.

Investment Description

- World Bank (WB)

Contact Information

No contacts available at the time of disclosure

ACCESS TO INFORMATION

To submit an information request for project information, you will have to create an account to access the Access to Information request form. You can learn more about this process at: https://www.worldbank.org/en/access-to-information/request-submission

ACCOUNTABILITY MECHANISM OF THE WORLD BANK

The World Bank Inspection Panel is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by a World Bank-financed project. If you submit a complaint to the Inspection Panel, they may investigate to assess whether the World Bank is following its own policies and procedures for preventing harm to people or the environment. You can contact the Inspection Panel or submit a complaint by emailing ipanel@worldbank.org. Information on how to file a complaint and a complaint request form are available at: https://www.inspectionpanel.org/how-to-file-complaint

Bank Documents

- Appraisal Program Information Document (PID)
- Concept Program Information Document (PID)
- Disclosable Version of the ISR - Third Guatemala Development Policy Loan for Disaster Risk Managemen
- Guatemala - Tercer Prestamo para Politicas de Desarrollo sobre Gestion de Riesgo de Desastres con un
- Guatemala - Third Disaster Risk Management Development Policy Loan with a Catastrophe Deferred Drawd