

# Linking Shock-Responsive Social Protection to Disaster Risk Financing: Lessons from on the ground

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# Shock-Responsive Social Protection

A social protection system is 'shock responsive' when it can:

1

Ensure continuity in the aftermath of large-scale shocks

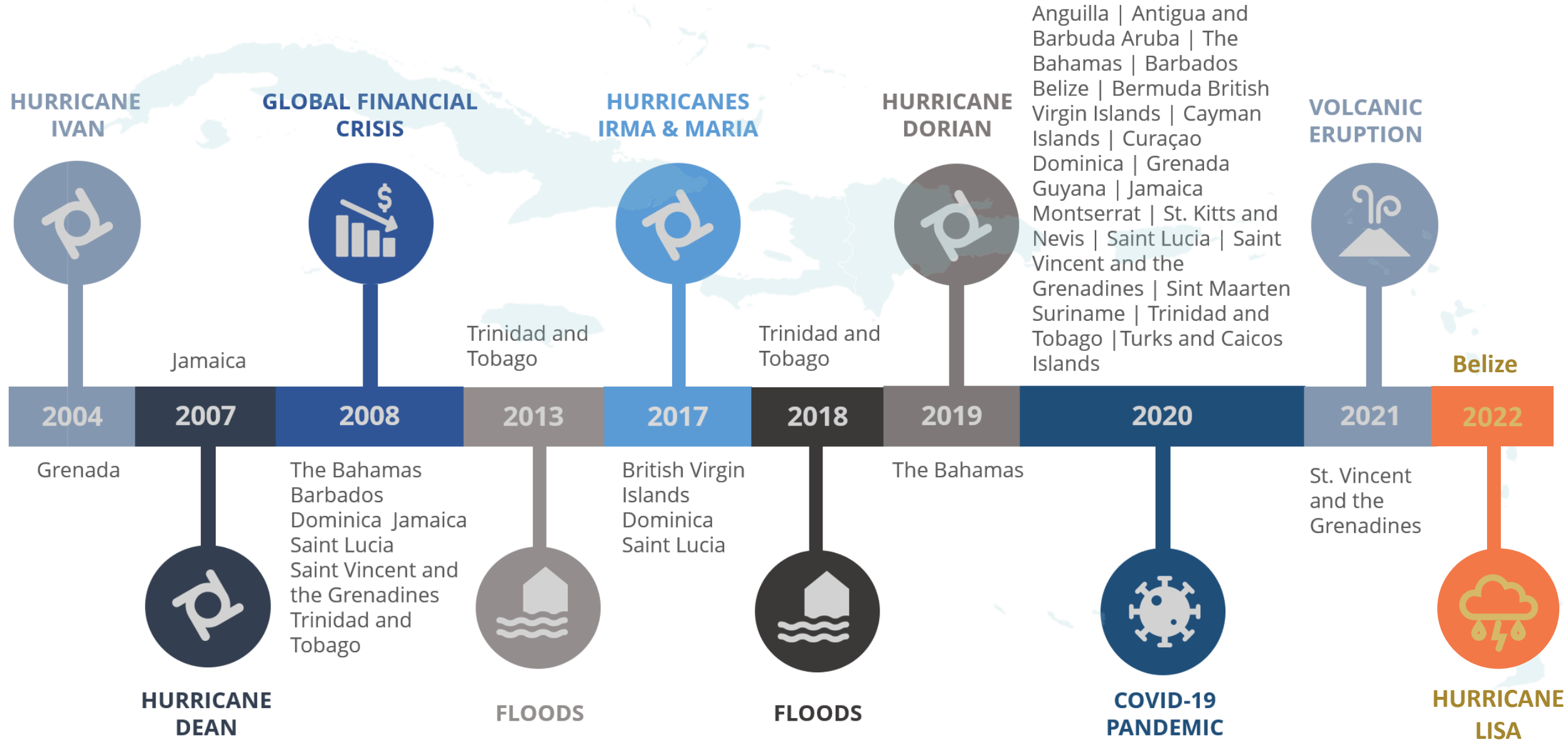
2

Absorb additional demand for benefits and services

3

Mitigate the negative impacts faced by vulnerable populations

# TIMELINE: SOCIAL PROTECTION IN RESPONSE TO SHOCKS AND DISASTERS IN THE CARIBBEAN



# PREPARING SYSTEMS FOR RESPONSE



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# DISASTER RISK FINANCING

## World Food Programme Caribbean's Risk Financing Strategy



Promoting a risk-layered approach to national climate-risk financing portfolios through:

-  **Analysing and mapping** risk financing knowledge and capacities among social protection stakeholders and public-private sector partners
-  **Facilitating trainings** in risk finance for social protection stakeholders
-  **Conducting comparative analyses** to promote government investment in holistic risk finance for the most vulnerable

### ADVOCACY

Partnering to advocate for governments to have holistic, risk-layered approaches in their risk financing portfolios that also consider social protection needs



Technical assistance to governments to make social protection systems more shock-responsive through sustainable risk financing instruments

### ACTION

Supporting governments to link social protection systems with climate-risk financing systems through:

-  **Identifying risk financing options** for social protection through country-based analyses
-  **Design and develop innovative models** to connect the national social protection system with risk financing mechanisms
-  **Implementing country-specific solutions** with governments, technical partners, donors and the private sector

# DISASTER RISK FINANCING

Partnering with Governments to link Parametric Insurance with Social Protection



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PRE-DISASTER  
**PREPAREDNESS**



## Investments in national social protection systems

Information management | Finance  
Targeting | Delivery mechanisms  
Coordination | Legislation/policy



## Provide premium support to CCRIF SPC policies in exchange for preparedness investments

Policy under the Caribbean Catastrophe Risk Insurance Facility (CCRIF SPC) is 'topped up'  
One layer of risk financing



Ensure that the most vulnerable populations in the Caribbean are at the centre of risk financing

POST-DISASTER  
**RESPONSE**



## Portion of insurance payout goes to cash transfers to impacted populations

Activation of response protocols



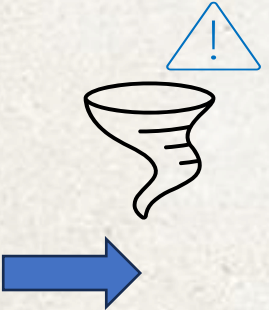
## Shock occurs

Insurance policy is triggered



# GRENADA: BERYL RELIEF INCOME SUPPORT PROGRAMME (BRISP)

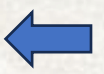
ON JULY 1, BERYL MADE LANDFALL ON THE ISLAND OF CARRIACOU IN GRENADA AS A HIGH-END CATEGORY 4 HURRICANE, CAUSING TOTAL DEVASTATION TO CARRIACOU, PETITE MARTINIQUE AND THE NORTHERN PART OF MAINLAND GRENADA.



GRENADA WAS THE FIRST COUNTRY TO ADOPT THE TOP-UP MODEL, AND A PAYOUT WAS TRIGGERED DUE TO THE IMPACT OF THE HURRICANE IN THE CARIBBEAN. OTHER COUNTRIES AFFECTED BY HURRICANE BERYL THAT ALSO ADOPTED THE TOP-UP MODEL IN 2024 INCLUDE JAMAICA AND SAINT VINCENT AND THE GRENADINES.



WFP IS A KEY PARTNER IN THIS INITIATIVE SUPPORTING THE GOVERNMENT AT THE TECHNICAL LEVEL IN THE DESIGN AND ROLL OUT OF THE PROJECT THROUGHOUT THE FULL PROJECT'S LIFE CYCLE THAT IS: APPLICATIONS AND REGISTRATIONS, TARGETING, PAYMENT TRANSFERS AND RECONCILIATION, AND MONITORING INCLUDING BUT NOT LIMITED TO DEVELOPING THE REQUIRED TOOLS FOR THE PROJECT ACTIVITIES, TRAINING THE TEAM ON THE TOOLS, ANALYSIS OF DATA AND OTHER ELEMENTS.



THE GOVERNMENT ALLOCATED JUST OVER USD4 MILLION DOLLARS TO BE USED FOR CASH ASSISTANCE TO BE DELIVERED TO IMPACTED POPULATIONS THROUGH THE NEW NATIONAL SOCIAL PROTECTION SYSTEM (BRISP).



6 MONTHS



AN ASSESSMENT TOOL WAS DEVELOPED TO EVALUATE THE SOCIO-ECONOMIC SITUATION OF HOUSEHOLDS AND PRIORITIZE ASSISTANCE FOR THE MOST VULNERABLE. FACTORS ALSO CONSIDERED THE HOUSEHOLD'S SOCIO-ECONOMIC STATUS BEFORE THE HURRICANE, EMPLOYMENT STATUS AND SECTOR OF ADULTS, DEPENDENCY RATIO, AND ASSETS OWNED OR LOST DURING THE DISASTER.

THE BRISP PROGRAMME AIMS TO PROVIDE INCOME SUPPORT TO HOUSEHOLDS WHOSE SOURCE OF INCOME WERE AFFECTED BY HURRICANE BERYL IN THE ISLANDS OF CARRIACOU, PETITE MARTINIQUE, AND THE NORTHERN DISTRICTS OF GRENADA. THIS INCOME SUPPORT IS TAILORED TO MEET HOUSEHOLDS' MONTHLY BASIC NEEDS, FOSTERING SELF-RECOVERY WHILE SUPPORTING THE LOCAL ECONOMIC ACTIVITY AND REDUCING THE LIKELIHOOD OF MIGRATION.





## PROPOSED ACTIONS FOR PARLIAMENTARIANS

- Encourage investment in shock-responsive systems integrating digital transformation, economic empowerment, and disaster risk financing
- Focus on scalable systems, improved data management, and sustainable financing
- Promote knowledge sharing among governments and establish regional platforms for continuous learning
- Align social protection with broader disaster risk strategies to enhance resilience at the community and national levels
- Design inclusive systems that cater to all vulnerable groups, including non-nationals, and prioritize economic empowerment to mitigate long-term vulnerabilities

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# THANK YOU!!

## Any Questions?

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