

# Simplified Approval Process

## Annex 7: Risk assessment and management



## RISK ASSESSMENT AND MANAGEMENT

<b>1. Risk factors and mitigations measures (max. 2 pages)</b>		
<p><i>Please describe financial, technical and operational, social and environmental and other risks that might prevent the project/programme objectives from being achieved. Also describe the proposed risk mitigation measures.</i></p> <p>For probability: High has significant probability, Medium has moderate probability, Low has negligible probability  For impact: High has significant impact, Medium has moderate impact, Low has negligible impact</p>		
<b>Selected Risk Factor 1</b>		
Category	Probability	Impact
Technical and operational	Low	Low
Description		
Decrease of the SEP-REDD+ staffing for the implementation and monitoring of the planned activities, resulting of the internal re-organisation of the institution.		
Mitigation Measure(s)		
An institutional and organizational arrangement analysis is on-going and an improvement of the organization of SEP-REDD+ is foreseen. A plan is currently under constriction for the strengthening of the structure, with more staffing from the Ministry of Environment and Ministry of Forestry. These new staffs have already the required technical capacity as they were the same as involved during the readiness phase of the REDD+ process in Côte d'Ivoire. This will also help to sustain the structure.		
<b>Selected Risk Factor 2</b>		
Category	Probability	Impact
Governance	Low	Low
Description		
The presidential election is planned in October 2020. It may occur a turnover of the Government. This may affect and slow down the implementation of the project.		
Mitigation Measure(s)		
The project does not involve a very high-level of approval for its implementation as the activities will be mainly implemented by SEP-REDD, technical agencies and local partners, including local NGO and cooperatives.		
<b>Selected Risk Factor 3</b>		
Category	Probability	Impact
Technical and operational	Low	Low
Description		
The assessment of the ER results shows that the country has not reduced his emission against its forest reference level.		
Mitigation Measure(s)		
If the assessment of the potential GHG emission reduction is not positive in 2021, it is sure that with the implementation of many projects in different regions, the country will succeed to reduce its GHG emissions in the future. In this case, the country will develop the REDD+ Technical annex of the BUR on 2023 and will submit the RBP project in 2024 instead of 2022.		
<b>Selected Risk Factor 4</b>		
Category	Probability	Impact
Technical and operational	Low	Low
Description		

Resistance to Change: Communities and administration will require time and incentives to shift from the BAU scenario to a low emission sustainable development.		
Mitigation Measure(s)		
<p>The project will invest in awareness and education always approaching investments and beneficiaries with an evidence based approach and replicating good practices especially from La Mé region and from similar contexts.</p> <p>The communities' requests for technical support aiming the improvement of their livelihood are important in the targeted regions, as seen during the consultations with different stakeholders. And main concern in the targeted region is the improvement of the agriculture productivity in the degraded area.</p> <p>The project will create the enabling conditions for the private sector to effectively and efficiently reach rural areas with technical assistance.</p>		
<b>Selected Risk Factor 5</b>		
Category	Probability	Impact
Select	Select	Select
Description		
<i>Please describe the risk to the best of your knowledge at this point in time.</i>		
Mitigation Measure(s)		
<i>Please describe how the identified risk will be mitigated or managed. Do the mitigation measures lower the probability of risk occurring? If so, to what level?</i>		
<b>2. AML/CFT* and Prohibited Practices compliance due diligence assessment (max. 1 page)</b>		
Category	Probability**	Impact***
ML/TF	Low	<b>Low (&lt;5% OF PROJECT VALUE)</b>
Select	Select	SELECT
Select	Select	SELECT
Select	Select	SELECT
<p>*Anti-Money Laundering/Countering the Financing of Terrorism</p> <p>**H: High (has significant probability), M: Medium (has moderate probability), L: Low (has negligible probability)</p> <p>*** H: High (has significant impact), M: Medium (has moderate impact), L: Low (has negligible impact)</p> <p><sup>1</sup> Money Laundering/Terrorist Financing</p> <p><sup>2</sup> Sanction prohibitions of the United Nations, or other relevant sanctioning authorities (including the World Bank Debarred List)</p> <p><sup>3</sup> In the context of Money Laundering/Terrorist Financing and Prohibited Practices</p> <p><sup>4</sup> Abuse, Conflict of Interest, Corrupt, Retaliation against Whistleblowers or Witnesses, as well as Fraudulent, Coercive, Collusive, and Obstructive Practices</p>		
<p>The project will monitor closely the use of funds transferred through letter of agreement, and in line with the MS 507. Periodic reporting (technical and financial reports), with field control, will be sought from the implementing partners. The project M&amp;E expert will be in charge of this close monitoring.</p>		
<b>3. Other potential risks in the horizon</b>		
<i>Please describe other potential issues which will be monitored as “emerging risks” during the life of the projects (i.e., issues that have not yet raised to the level of “risk factor” but which will need monitoring). This could include issues related to external stakeholders such as project beneficiaries or the pool of potential contractors.</i>		