

What can the Integration of FbF and SP look like?

Although there are only a few experiences with shock-responsive SP linked to forecast-based financing, some have conceptualized possible models under which such integration could occur based on existing experiences with FbF approaches. In a conceptual article (Costella et al. 2017) possible options (Fig. 1 and Fig. 2) are described.

In Fig 1, anticipatory action through SP is part of a national system of FbF.

In Fig. 2, and FbF mechanism is included under an existing SP program. Which could be particularly relevant for social protection programmes that already have a scalable system.

Figure 1: Social Protection linked to a system-wide FbF mechanism

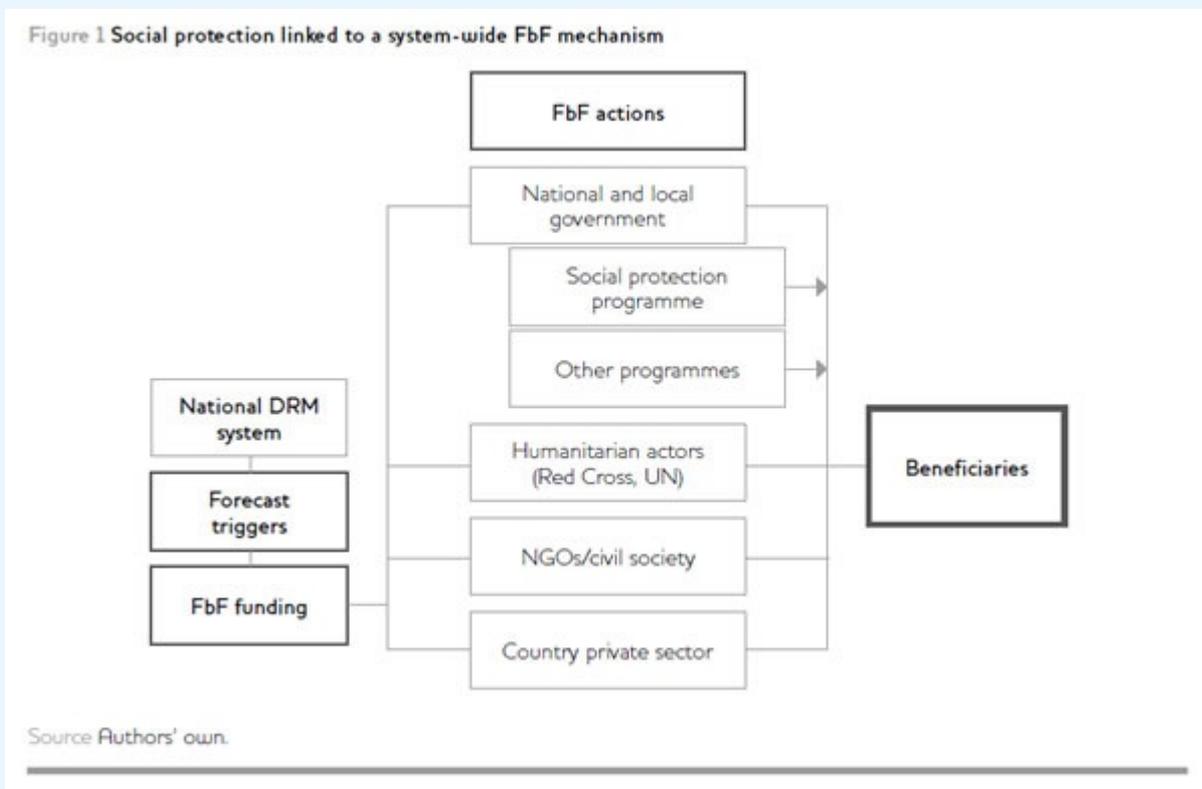
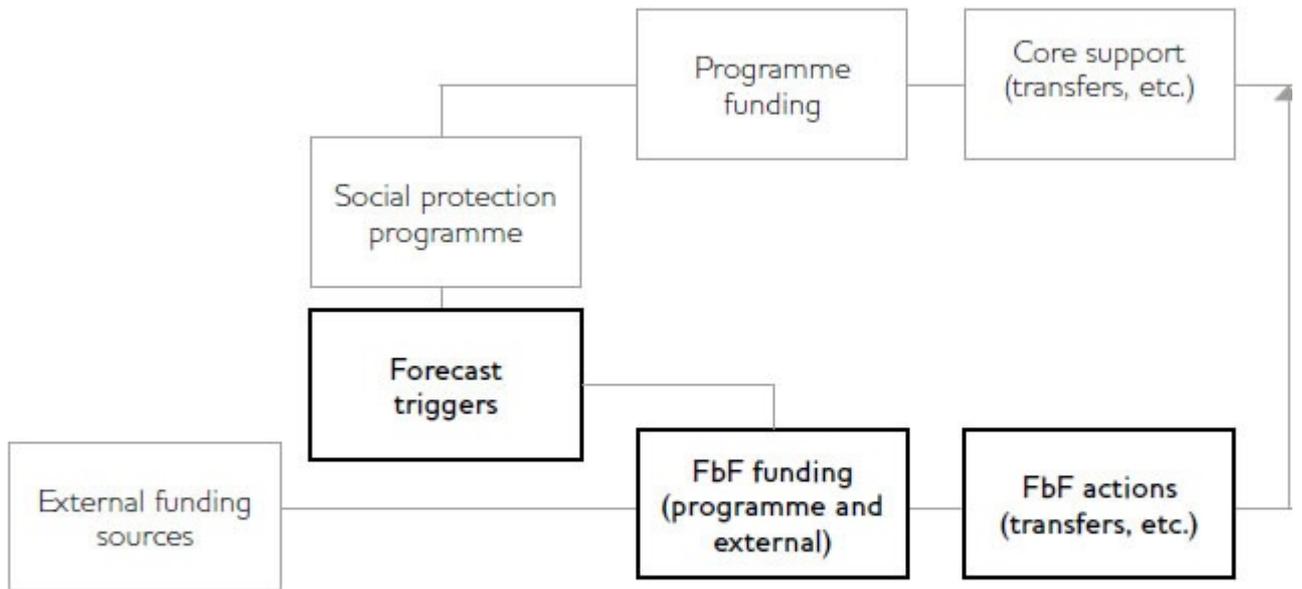


Figure 2: FbF Mechanis integrated into a Social Protection Structure or Programme

Figure 2 FbF mechanism integrated into a social protection structure or programme



Source Authors' own.

Depending on lead time, a number of social protection actions can be triggered. For example, on the one- to three-month timeframe, public works efforts could be expanded to reinforce critical infrastructure. On the three- to seven-day timeframe, unconditional cash transfers could be released to support the evacuation of people and assets or to help them avoid taking high-interest loans. Actions would need to be consistent with government contingency plans and EAPs.

Video: https://www.youtube.com/watch?v=rZY47LdSy_c