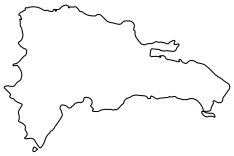
InsuResilience
Solutions Fund

PROJECT BRIEF

DOMINICAN REPUBLIC



The Dominican Republic has experienced over 51 natural disasters in the last two decades, resulting in nearly 1,000 fatalities and affecting 4.8 million people. Among these disasters, tropical storms have been the most economically devastating, causing intense rainfall and widespread losses that disrupt lives and livelihoods. The Project Partners will develop an innovative parametric insurance product to protect vulnerable families from the economic impacts of wind, drought, and excess rainfall – hazards that can bring economic activities to a halt. This insurance solution will serve as a disaster risk finance instrument, complementing the Dominican Republic's existing Emergency Bonus program (Monetary Conditioned Transfers).

PRODUCT CHARACTERISTICS

Target group
Households participating in the social protection scheme called Supérate

Target region
Nationwide

Insured asset
Financial losses

Insured peril / hazard
Drought, extreme rainfall, wind/tropical storm

Insurance type
Macro-level approach
Development of new insurance product

Own contribution
50.04% of total ISF project costs

PRODUCT DEVELOPMENT ACTIVITIES SUPPORTED

- Data collection and technical product design
- Designing and implementing an efficient and inclusive operating model, incl. creating operational guides and validating potential inclusive measures
- Documenting all processes, legal requirements, contracts, technical and methodological notes, etc.
- Developing the IT tools to complement the current Supérate programme capabilities for the beneficiaries to be enrolled in the coverage
- Knowledge transfer sessions with Government agencies, insurers, regulators
- Test the solution and conduct cost-benefit analysis (comparing risk transfer instrument and the use of internal Governmental budget).
- Support the government to place the product in the market

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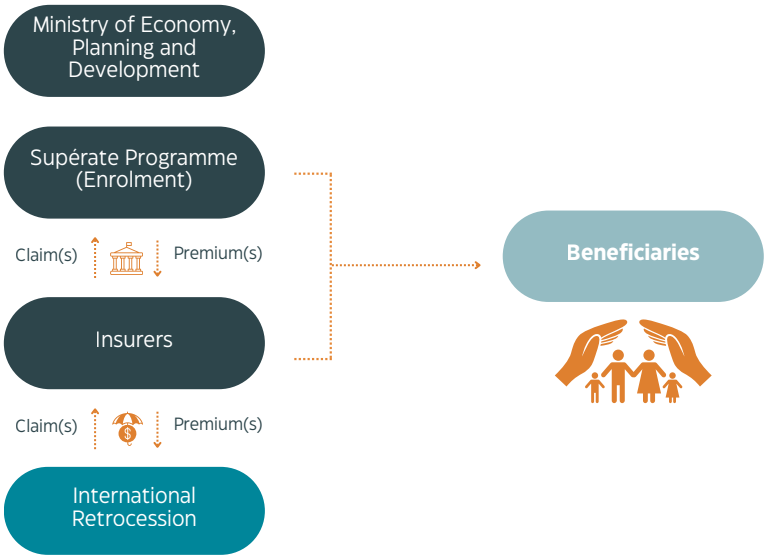
PROJECT SET UP



EXPECTED IMPACTS

The solution will complement the current Emergency Bonus (Monetary Conditioned Transfers) in the following ways

- Providing a parametric insurance coverage that guarantees that the Government will have quick access to financial resources.
- Helping the Government structure or coordinate prevention and guidance efforts to support Supérate programme beneficiaries.
- Ensuring that the product is placed in local and international (re)insurance markets.
- In the case of an insured event, (re)insurance companies can then make direct payments to end beneficiaries.
- Leveraging Government-led enrolment events and campaigns to inform beneficiaries of current risk exposures in an inclusive, accessible way.

PROJECT PARTNERS

DEMAND

- Programa Supérate / Government entity / DO

SUPPLY

IDF Members

- Guy Carpenter Mexico / Reinsurance broker / USA
- AXA Climate / Reinsurance company / FR
- CelsiusPro / InsurTech / CH
- Blue Marble Microinsurance / InsurTech / UK

EXPECTED BENEFICIARIES[1]

50,000 by 2026
100% vulnerable

IMPLEMENTATION PERIOD

MAR 2025 — APR 2027

GRANT AMOUNT

EUR 1,036,213

[1] Based on submission documents requiring use of IGP M&E Methodology.