

IDA21 Replenishment: Challenges & Opportunities

**27TH STATUTORY MEETING OF
THE AFRICA GROUP I CONSTITUENCY, WORLD BANK GROUP
WASHINGTON DC, USA**

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THURSDAY, APRIL 18, 2024





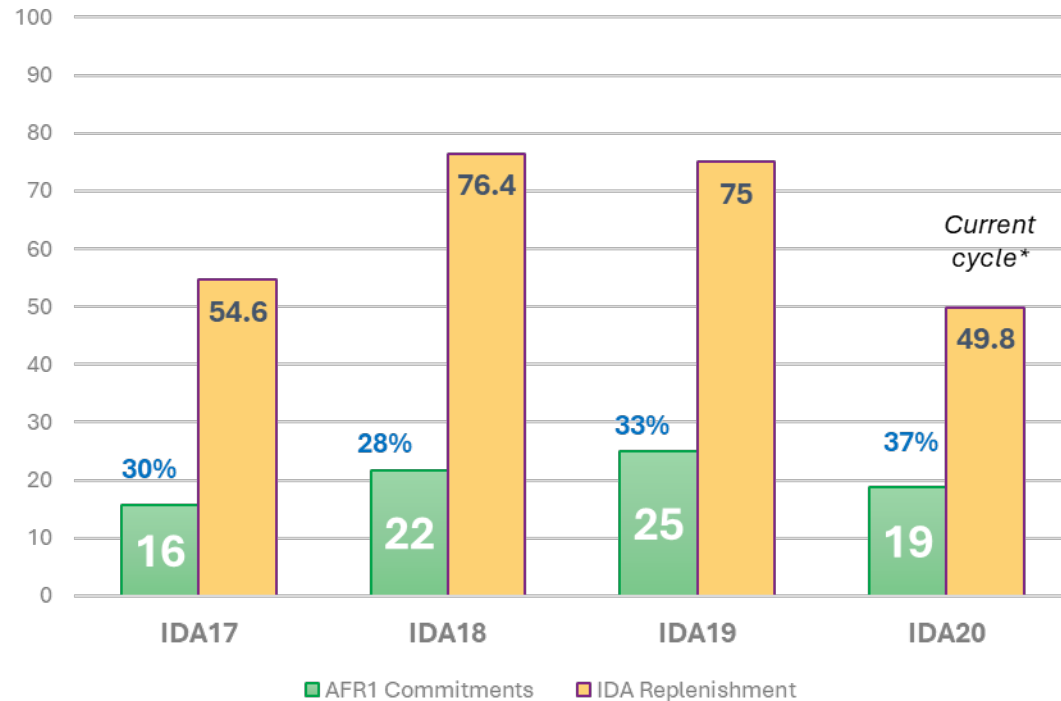
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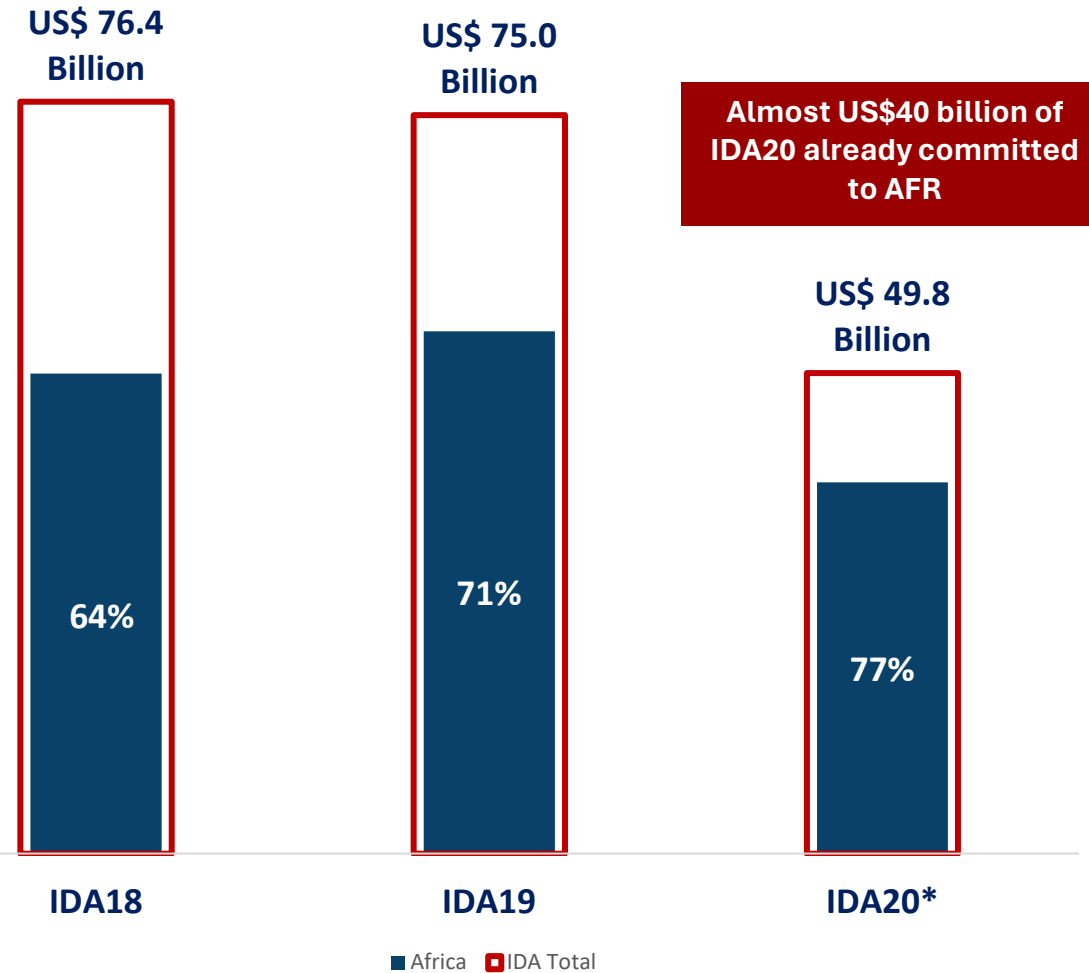


African countries benefit from >70% of IDA commitments

AFR1 Commitments vs IDA Envelope IDA17 - IDA20 (\$billion)



IDA Commitments* vs. Africa (US\$ Billion)



Almost US\$40 billion of IDA20 already committed to AFR

* IDA20 Commitments are as of February 29, 2024.



The Sustainable Development Goals are off track, and time is of the essence



Challenging global economic context

Poly-crisis upended decades of development progress and increased rates of poverty and inequality



Spiking insecurity

Geopolitical tensions are rising, with heightened fragility, conflict, and violence



Declining access to essentials

People face widespread hunger, water and energy insecurity



But opportune moment for investments in long-term development

Demographic shifts in Africa and elsewhere can be leveraged to improve prospects for people and planet



Growing threat of climate change

The climate crisis is an existential threat to people and the planet



Advent of new technologies

And opportunity to bridge the digital gap



Key outcomes of WB evolution, institutional direction



VISION

Create a world free of poverty on a livable planet.



MISSION

End extreme poverty and boost shared prosperity on a livable planet.

A NEW WORLD BANK PLAYBOOK

Doubling Down on Impact **Modernizing the Approach** **Global Challenge Programs** **Deliver with greater efficiency**

INCREASING WORLD BANK FINANCING CAPACITY





Key policy-related issues to focus on in IDA21 discussions



Select issues driving IDA21 discussions

Evolution priorities translated for IDA

- **FCV.** Recalibrating IDA engagement for an increasingly fragile world, increasing flexibility and agility
- Addressing worsening impact of **Climate Change**
- **Crisis preparedness.** Ways to reflect the enhanced crisis toolkit
- **Vulnerability, Allocation of Concessionalality.** IDA's policy framework already factors in vulnerability in the allocation of resources
- **Volumes and concessionalality.** Aiming for a strong and robust IDA21
- **Global Challenges (GCs) and Global Challenge Programs (GCPs).** Reflecting GCs and GCPs in the IDA framework
- **Driving impact at scale.** Enhancing focus on outcomes – streamlining RMS/PCs, alignment with Corporate Scorecard
- **SimplifIDA.** simplifying IDA policy framework, reconfiguring allocations, Windows architecture; enhancing incentives (via volumes) for identified priorities, e.g. Global Challenge Programs



IDA21 Replenishment: Timeline and Strategic Direction





IDA21 Replenishment Negotiation: Timeline

Mar. 18-19, 2024



1st Replenishment Meeting (Virtual)

- Endorse the IDA21 strategic directions and overarching theme
- Update Participants on IDA's financial outlook and options to enhance IDA's medium- to long-term financing capacity

Apr. 21, 2024



2nd Replenishment Meeting (Wash. DC)

- Discuss key elements of IDA's policy framework (SDFP, GAF, SimplifIDA)

Apr. 29, 2024



IDA Africa HoS Summit (Kenya)

Jun. 18-21, 2024



3rd Replenishment Meeting (Nepal)

- Discuss IDA21 Policy Package and Financing Framework, Innovations, and Proposed architecture and scenarios

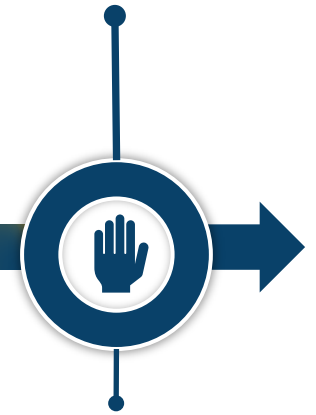
Oct. 28-29, 2024



4th Replenishment Meeting (Wash. DC)

- Finalize Policy Package in a draft Deputies' Report and endorse final Operational and Financing Framework

Dec. 10-11, 2024

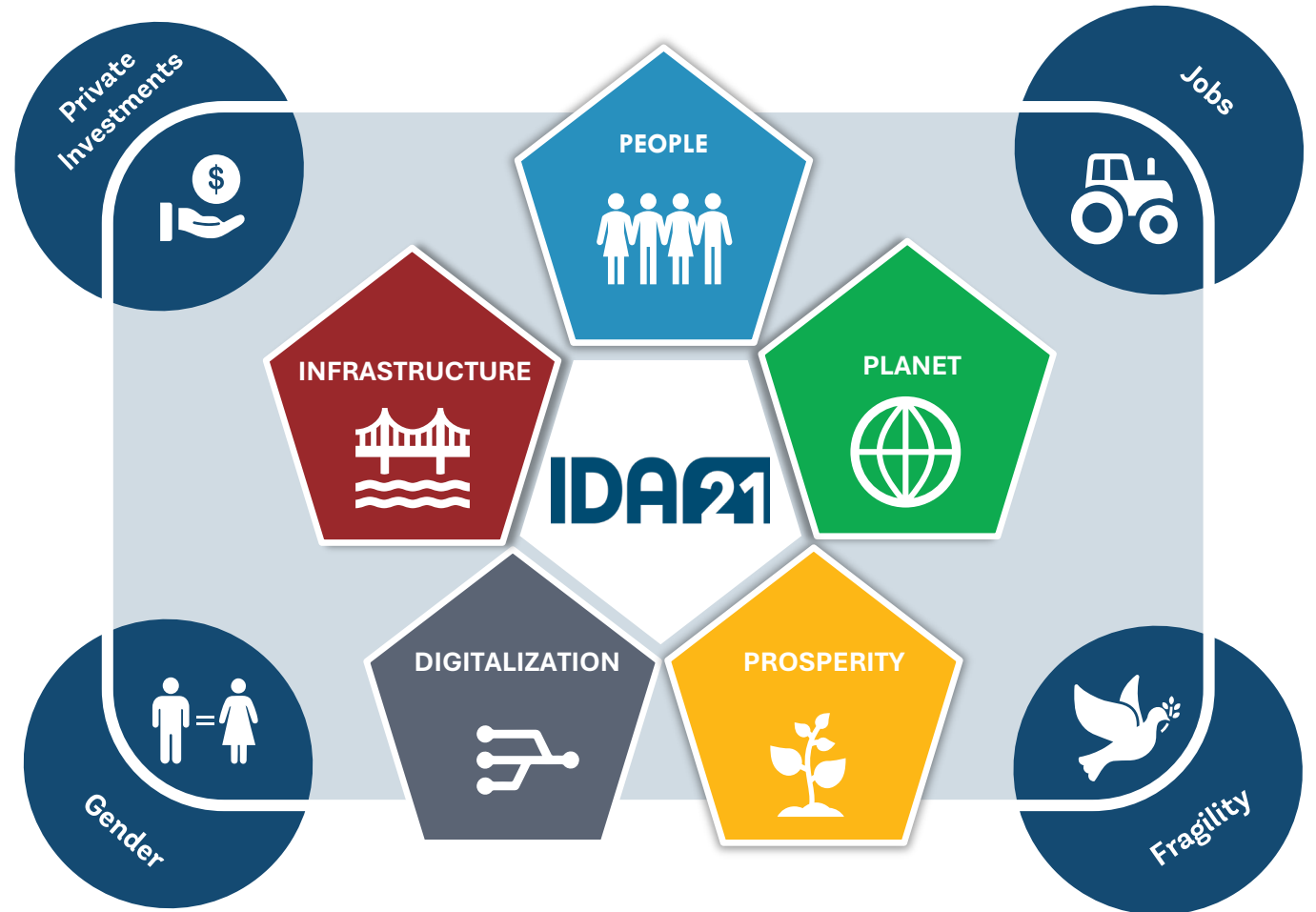


Final Meeting and Pledging Session (TBD)

- Finalize Deputies' Report and Pledge Contributions



IDA21 proposed overarching theme, focus areas and lenses offer continuity while aligning with Evolution Outcomes





IDA21 Focus Areas



PEOPLE

No learning poverty

Healthier lives

Protection of the poorest

Youth inclusion



PROSPERITY

Effective macroeconomic and fiscal management



PLANET

Green and blue planet and resilient populations

Inclusive and equitable water and sanitation services

Sustainable food systems



INFRASTRUCTURE

Connected communities

Affordable, reliable, and sustainable energy for all



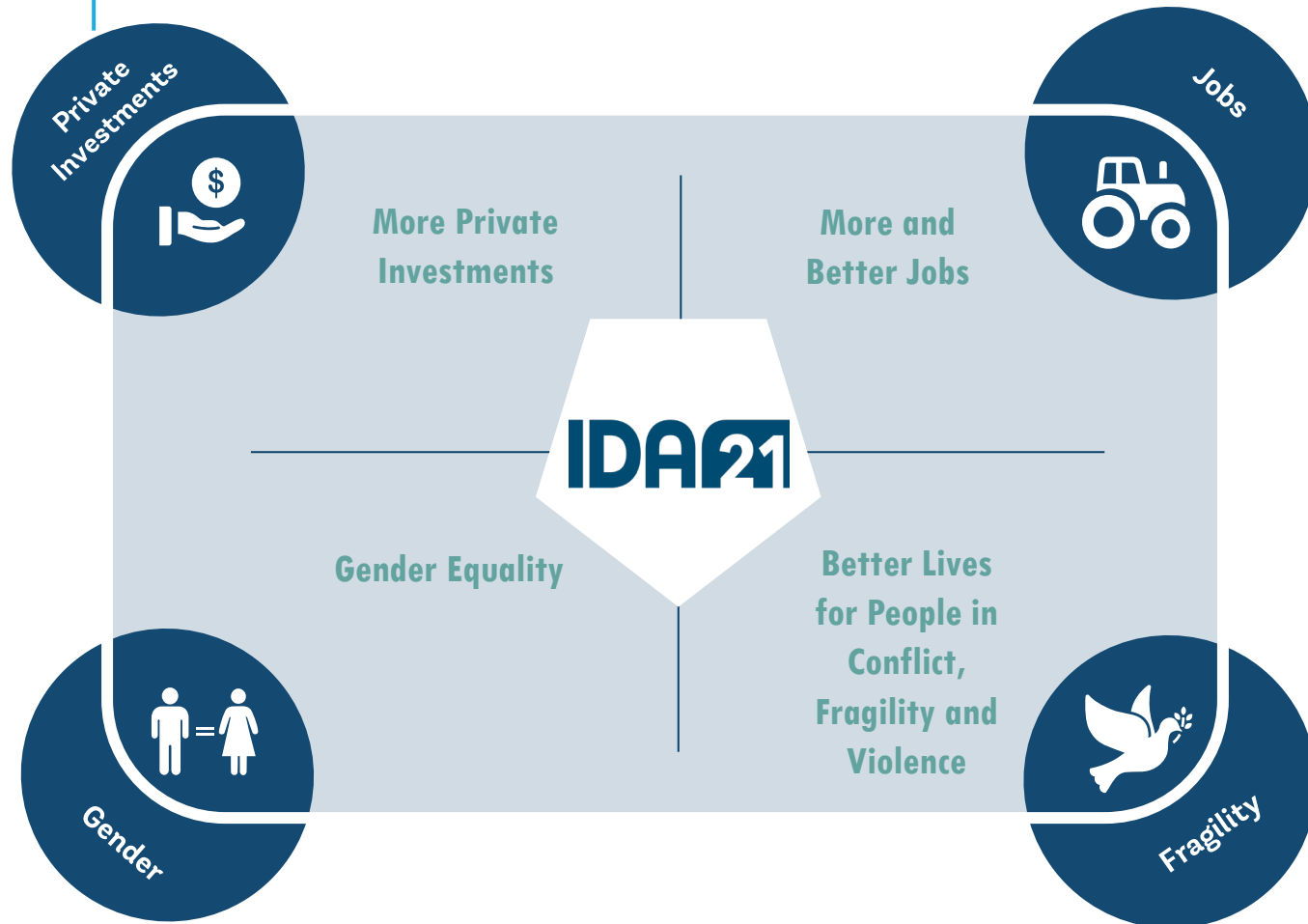
DIGITALIZATION

Digital connectivity

Digital services



IDA's Support in Focus Areas will be Informed through Priority Lenses to Bolster Impact



Central to IDA's engagement, these issues will continue to feature prominently as lenses through which to view and inform all of IDA21's work



The IDA21 Policy Framework is well aligned with the SDGs

FOCUS AREAS

PEOPLE



Protection for the poorest



No learning poverty



Healthier Lives



PROSPERITY



Effective macroeconomic and fiscal management



PLANET



Greener planet and resilient populations



Inclusive & equitable water and sanitation services



Sustainable food systems



INFRASTRUCTURE



Connected communities



Affordable, reliable and sustainable energy for all



DIGITAL



Digital connectivity



Digital services



LENSES

Gender equality



Better Lives for People in Fragility, Conflict, and Violence



More and Better Jobs



More Private Investment



What we have heard from partners so far

A call to refine, refocus, streamline and
evolve IDA





WHAT WE HAVE HEARD FROM PARTNERS SO FAR...

1

Broad consensus on critical and challenging times faced by many IDA countries

2

Need to strike a balance between continuity and evolution reforms

3

Proposed focus areas and lenses resonate; requests for small changes in scope

4

Need for an ambitious IDA21 both in impact and financing

5

Important to reflect client needs and priorities

6

General support for enhancing IDA's outcome orientation and efforts to achieve impact, speed and scale

7

Need for judicious approach in streamlining PCs to avoid predetermining programming but supporting Deputies' ability to garner support in capitals

8

Support for simplification of policies and procedures to enhance client experience with IDA



SUSTAINED ADVOCACY IS CRUCIAL IN IDA21



Make it known - IDA works and IDA21 needs a robust replenishment. **Please do raise IDA, especially in high level engagements, throughout the year.**

Be clear - Concessionalality is needed in IDA21 more than ever before.

Momentum - Keep IDA21 at the top of the agenda of your constituency leadership...create momentum going to Nairobi and sustain it.

How do IDA21's theme, focus areas and lenses align with your priorities, and what observations or questions do you have?

Are there particular issues/areas of emphasis you'd hope to see in the policy papers?

Feedback