



RECOMMENDATIONS

The principle instruments of risk reduction which stand out as replicable options are :

- ✓ *Integrated information systems.*
- ✓ *Methodologies for the consistent and adequate evaluation of risk.*
- ✓ *Indicators that reveal risk in an obvious way to decision makers.*
- ✓ *Incorporation of corrective and prospective risk management instruments in development plans and projects.*
- ✓ *Promote post disaster recovery processes that does not lead to a weakening of existing management structures.*

RECOMMENDATIONS

- ✓ *It is important that consciousness be increased as to the need for information systems that account for budgetary investments, reserve funds and sectoral and territorial transferences oriented in favour of risk reduction. Equally, information is needed on the existing levels of insurance for public buildings and infrastructure.*
- ✓ *This will allow the fixing of priorities and the allocation of funds to higher risk zones whilst also defining clearly the needed adjustments to national and sub-national risk reduction programmes.*

RECOMMENDATIONS

The following financial initiatives should be taken well account of :

- ✓ *The definition of a minimum budgetary allocation for risk management;*
- ✓ *Release a part of the conditioned transfers for specific risk reduction goals;*
- ✓ *Create and strengthen rehabilitation and reconstruction reserve and compensation funds, establishing an optimal level of accumulation and expenditure;*
- ✓ *Establish funds and specific accounts to stimulate co-financing of risk reduction projects.*

RECOMMENDATIONS

- ✓ *Incentives must be created to invest in risk reduction using national, regional or local resources as opposed to the over dependency on international funds and post disaster loans for reconstruction.*
- ✓ *The levels of "resilience" of different regions must be calculated in order to be able to define a level of co-financing and support by central government for emergency response, reconstruction and recovery.*

RECOMMENDATIONS

- ✓ *Financial protection mechanisms should be gradually established with modest goals at first and expanded later according to increases in economic prosperity and the development of an insurance culture in the public and private sectors.*
- ✓ *Obligatory insurance of the total value of private assets acquired using mortgage systems, of the common zones of properties in condominium and agricultural insurance schemes are instruments that could be promoted.*

RECOMMENDATIONS

- ✓ *Promote voluntary collective insurance of private goods. Apart from stimulating an insurance culture amongst private agents with a capacity to pay, this would also allow the subsidy of protection for the poorest who are not able to pay insurance.*
- ✓ *Such an initiative could be promoted in multiple cities with incentives from national governments for sub-national governments such as to support the undertaking of appropriate studies on risk and link into insurance companies who are able to provide such collective insurance schemes.*