

# CAMBODIA RURAL SANITATION DEVELOPMENT IMPACT BOND

2019–2023 | BRINGING SAFE SANITATION TO RURAL COMMUNITIES IN CAMBODIA

**Launch date:** November 2019

**Duration:** 4 years

**Maximum outcome payments:** \$10 million

**Outcomes Funder:** USAID

**Implementer:** iDE

**Investor:** Stone Family Foundation

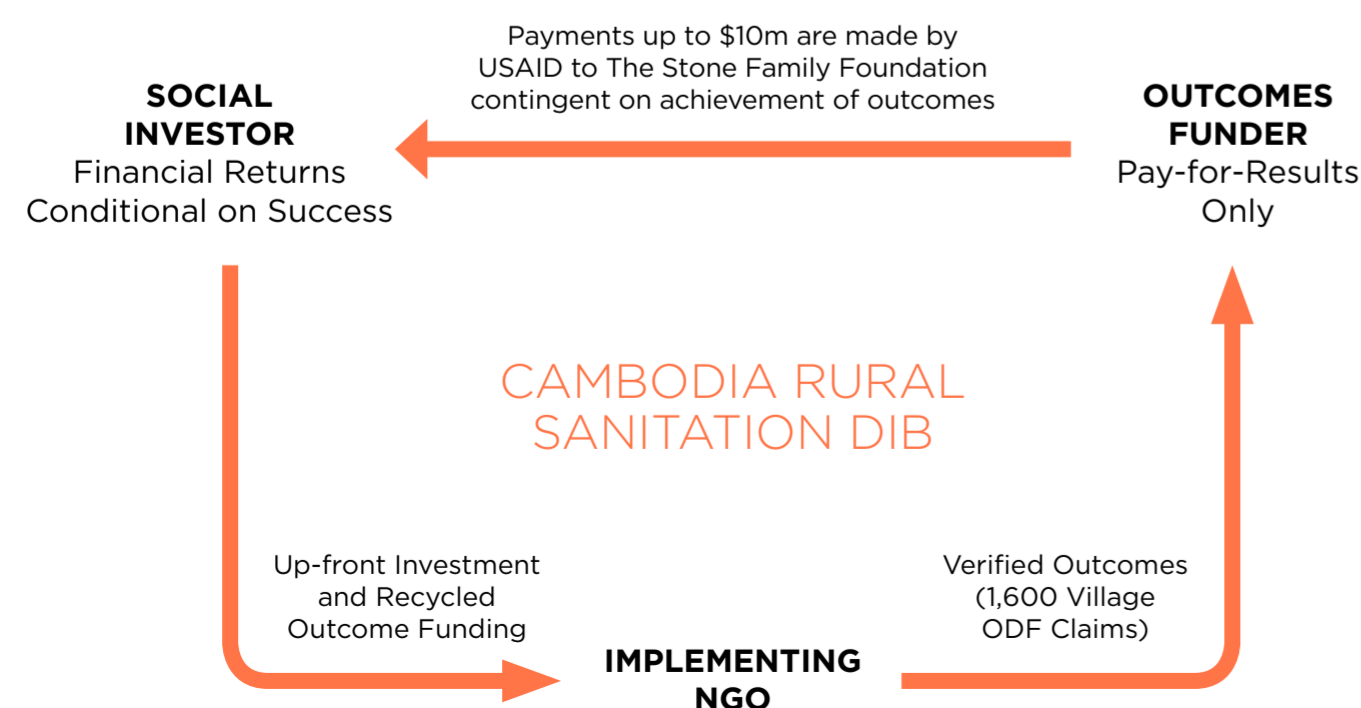
**Target population:** Providing modern sanitation service to rural communities across six provinces in Cambodia, focusing especially on poorer and harder-to-reach groups including women, children, people living with disabilities, and older people.

## OBJECTIVES AND METRICS

The world's first Development Impact Bond (DIB) for Water, Sanitation, and Hygiene (WASH), the Cambodia Rural Sanitation DIB, aims to eradicate the high rates of open defecation in the country and accelerate the Cambodian government's efforts to reach universal sanitation and eliminate open defecation by 2025.

**Outcomes metric:** USAID will make an outcome payment for each village (up to a maximum of 1,600 villages) in the program area achieving open defecation free (ODF) status.

## STRUCTURE



## INNOVATIONS AND INSIGHTS

**Rapid preparation:** the DIB design was completed in just nine months, and at a relatively low cost compared to other DIBs. This was achieved by building on USAID's internal precedents as an outcomes funder and the long-standing partnership between the Stone Family Foundation and iDE.

**Performance incentives for the service provider:** The return will be split between investor and the implementer in the case of good performance.

**Simplifying the metrics:** a single payment metric outcome - the number of villages declaring 'Open Defecation Free' status - puts health outcomes related to access to safe sanitation at the heart of the DIB. It also made the structuring process more efficient.



Photos: Tyler Kozole/iDE