

Colombia

Infrastructure Development Bank



TYPE OF TOOL:
Institutional reform



MAIN SECTOR:
All sectors



THEME:
Green



INFRASTRUCTURE GOVERNANCE PILLARS:
*Long-term strategic vision;
Fiscal sustainability, affordability, and value for money*

In a nutshell:



OBJECTIVE: The FDN's main objective is to drive the development of the infrastructure finance market for Colombia's transformation and growth.



Agency in charge
FDN



Levels of government
National



Year of implementation:
2011



Current status:
Fully operational

Overview:

The Financiera de Desarrollo Nacional (FDN) is a development bank specialising in infrastructure projects, offering innovative products and services to attract resources that facilitate the private sector's participation in development projects in Colombia. The FDN engages in the pre-investment phase to ensure a better investment climate and a quality pipeline of projects that are fiscally and financially viable, and provides funding for projects in the infrastructure sectors. It plays a catalytic role in overcoming gaps in the market and mobilizes financial resources to develop national infrastructure, while appropriately managing risks. It supports projects via direct funding as well as through attracting investors to obtain the comprehensive financing needed to implement large infrastructure projects that are instrumental in the transformation of the country. As of September 2021, the FDN is the largest financer of Colombia's Fourth Generation (4G) road development programme. FDN is also growing in other sectors such as energy, urban mobility, and it is planning to have a larger role in such sectors as urban renewal, water and sewage, and social infrastructure (health and education).

Beyond guarding fiscal sustainability, affordability and value for money of infrastructure projects, the FDN is also committed to ensuring that infrastructure investment actively contributes to the achievement of national and international commitments on environmental protection, climate resilience, lowering greenhouse gas emissions, protection of biodiversity, social inclusion and gender equality. To ensure the sustainability of the projects it finances, the FDN promotes the management of community relations based on an integrated assessment. Specifically, it identifies impacts and how to prevent or mitigate them, risks and social opportunities, ensures effective community participation based on clear and complete disclosure, consultation while ensuring the maintenance of good environmental and social practices during the construction and operation of the project.

REFERENCES:

- Financiera de Desarrollo Nacional (FDN), <https://portal.fdn.com.co/en>