

JOINT MISSION
CTF MEXICO REVISED INVESTMENT PLAN
MINISTRY OF FINANCE AND PUBLIC CREDIT, MINISTRY OF ENERGY, MINISTRY OF ENVIRONMENT AND NATURAL
RESOURCES
INTER-AMERICAN DEVELOPMENT BANK, INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT,
INTERNATIONAL FINANCE CORPORATION
TERMS OF REFERENCE
Mexico City, Mexico
June 25th and 26th, 2013

I. BACKGROUND

- 1.1 The Clean Technology Fund (CTF) Investment Plan (IP) submitted by the Government of Mexico (GoM) was endorsed by the CTF Trust Fund Committee (TFC) on January 27, 2009. The CTF IP is a “business plan” of the Government of Mexico, agreed with the International Bank for Reconstruction and Development (IBRD), the Inter-American Development Bank (IDB) and the International Finance Corporation (IFC). It provides support for the achievement of the low-carbon objectives contained in the previous administration’s planning documents (National Development Plan, National Climate Change Strategy and Special Climate Change Program). The focal point for the CTF in the GoM lies in the Ministry of Finance (*Secretaría de Hacienda y Crédito Público, SHCP*).
- 1.2 The CTF IP included a number of projects or programs to be executed by the three Multilateral Development Banks (MDBs). The IP allocated USD 500 million of CTF resources, combined with additional resources from the MDBs, the GoM, the private sector, and other sources. A combined amount of USD 465.6 million of CTF resources was approved by the TFC for seven projects or programs to be executed by the MDBs. These projects or programs are now in different stages of execution.
- 1.3 In its May 2012 meeting, the CTF TFC agreed to establish a set of targets to monitor the delivery of CTF projects. The Committee established these targets to enhance CTF operations and strengthen pipeline management, while also promoting and encouraging the effective use of CTF resources. It also agreed to request a number of CTF countries to prepare an update or revision of their IPs and submit it to the TFC for discussion at its May 2013 meeting or before. The Administrative Unit of the Climate Investment Funds (CIF) informed the GoM of this decision on June 28, 2012.
- 1.4 A first Joint Mission was carried out from January 30th to February 1st, 2013 to revise the CTF IP. During the mission (which included meetings with SHCP, the ministries of Energy and of the Environment, the Energy Regulatory Commission, and the National Institute of Ecology and Climate Change), the GoM (i) confirmed the engagement of the new administration of President Enrique Peña in the CTF IP; (ii) confirmed its decision to propose in the IP revision a reallocation of USD 34.4 M towards a Geothermal Exploration Risk Mitigation Project to be executed by IDB; (iii) informed its intention to submit a revised CTF Investment Plan and to include in the first IP revision an outline of a second IP revision; (iv) agreed to prepare a first draft of the first IP revision, with the collaboration of the MDBs, (v) invited the MDBs to participate in a Second Joint Mission in March 2013, in order to discuss the draft of the first IP revision and to engage relevant civil society, academia, and private sector stakeholders in the process.

- 1.5 A second joint Mission was carried out in March 2013, with the objective of finalizing the first CTF IP revision. The Mexico first IP revision was approved by the CTF Trust-Fund Committee on May 2, 2013. This revision included the intention of the Government of Mexico to prepare a second Investment Plan revision to be submitted to the CTF in the second half of 2013, which will be fully aligned with the national priorities and strategies as described in the National Development plan and sectorial programs. The outlook for the second IP revision is encouraging: The Committee approved the over-programming on the CBC, and the text of the decision explicitly invites the countries with a high level of progress in their IP (read: Mexico) to present revised IP.
- 1.6 The GoM through the Ministry of Finance has invited the MDBs to participate in a joint mission on June 25-26th, 2013, to discuss potential proposals to be included in the second IP revision and start the preparation of the new document.

II. OBJECTIVES

- 2.1 Assist the Government of Mexico in preparing the first draft of the CTF Mexico Revised Investment Plan.
- 2.2 Discuss the projects or programs to be included into Mexico's revised Investment Plan with SHCP and relevant ministries, and discuss their link to the priorities of the new administration.
- 2.3 Meet with relevant stakeholders from civil society, the private sector, academic institutions, and other bilateral or multilateral development cooperation agencies, with the objective of getting their inputs to enrich the proposal and of seeking synergies.

III. CONTACT POINTS

- 3.1 GoM: Mr. Jorge Alberto MENDOZA SÁNCHEZ, Director General Adjunto de la Unidad de Asuntos Internacionales de Hacienda (jorge_mendozas@hacienda.gob.mx)
- 3.2 IDB: Mr. Claudio ALATORRE FRENK, CTF Coordinator (calatorre@iadb.org)
- 3.3 IBRD: Mr. Gevorg SARGSYAN, CTF Coordinator (gsargsyan@worldbank.org)
- 3.4 IBRD: Mr. Guillermo HERNANDEZ, CTF Focal Point for multilateral agencies (ghernandez9@worldbank.org)
- 3.5 IFC: Joyita Mukherjee, CTF Coordinator (jmukherjee1@ifc.org)

IV. PRELIMINARY AGENDA

Tuesday, June 25 th	Mission opening with SHCP Discussion on the CTF Results Framework Open discussion and brainstorming with the Ministries of Environment and Natural Resources, Energy , Transport and other relevant ministries.
Wednesday, June 26 th	Individual meetings with the relevant ministries to further discuss the potential projects Meeting with stakeholders from the civil society, academic institutions, the private sector, and bilateral and multilateral development cooperation agencies. Mission closing with SHCP

V. MISSION TEAM

IDB	<p>Mr. Claudio ALATORRE FRENK, Senior Climate Change Specialist and CTF Coordinator Ms. Gisela CAMPILLO BERMUDO, Climate Change Expert Mr. Ramón GUZMÁN ZAPATER, Capital Markets and Financial Institutions Lead Specialist María Isabel HARO, Capital Markets and Financial Institutions Expert Mr. Alberto ELIZALDE BALTIERRA, Energy Specialist Ms. Gmelina RAMÍREZ RAMÍREZ, Climate Change Specialist Ms. Nadia Valeria ENRÍQUEZ ORTIZ, Focal point with civil society Ms. Maria Tapia, Structured and Corporate Finance Sr. Specialist</p>
IBRD	<p>Ariel Yépez, Senior Energy Economist César ARREOLA CRODA, Energy Specialist Guillermo HERNÁNDEZ, Energy Specialist Angélica CALDERÓN, Information Specialist</p>