

2024 -
June

CABO VERDE

Component: Spending

Modules: SM I – Spending Policies

*CABO VERDE***I. PROJECT PURPOSE**

During the FAD bilateral meeting with the delegation of Cabo Verde, the minister of finance emphasized the urgency of their requested technical assistance on reforming water and electricity tariffs. This assistance is critical to support the authorities in implementing two reform measures (RM) under the current IMF-supported RSF program before April 2025. The design and implementation of successful reforms in these areas take time, prompting the minister to ask that they take place as soon as possible. To respond to the Minister's request and given the scope of work is data and analysis intense, expenditure policy division intends to split the planned activity into two parts – (i) a scoping mission, to gather data for both sectors, and (ii) a full TA mission to finalize and deliver the TA report. We request a topping up of the initial budget for Cabo Verde in FY25 by \$150,473. The original project's logical framework objectives and outcomes are unchanged.