

 Early Warning System

IADB-RG-T4849

The Impact of IDB's Policy-Based Loans on Energy Sector
Transformation in Latin America and the Caribbean



Quick Facts

Financial Institutions	Inter-American Development Bank (IADB)
Status	Active
Bank Risk Rating	U
Voting Date	2025-10-24
Borrower	IDB borrowing countries
Sectors	Energy, Law and Government, Technical Cooperation
Investment Type(s)	Advisory Services
Investment Amount (USD)	\$ 0.16 million
Project Cost (USD)	\$ 0.16 million



Project Description

According to the IADB, this TC seeks to assess the extent to which IDB's Policy-Based Loans (PBLs) have contributed to transformative changes in the energy sectors of Latin America and the Caribbean and identify which policy reform elements have been most effective in improving sector performance across four key result areas. In particular, this TC aims to: (i) evaluate how PBLs have influenced renewable energy adoption, emissions intensity, and climate resilience, identifying which policy measures most effectively advanced the energy transition; (ii) assess to what extent reforms have improved electricity access, enhanced affordability, and reduced energy poverty; (iii) determine the impact on system reliability, generation and transmission capacity, and financial sustainability (e.g., cost recovery, levelized costs); and (iv) analyze how effectively PBLs have attracted private investment and increased private market participation, identifying which reforms were most successful in opening the sector.



Investment Description

- Inter-American Development Bank (IADB)



Contact Information

No project contacts provided at the time of disclosure.

ACCOUNTABILITY MECHANISM OF IADB

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