

Today's Presenter (Rob Scarlett) TheRobScar@cs.com

- MIC "Speakers/Resource Bureau"
- Thirty-Year MIC Volunteer/Honorary Director
- President, Medical Equipment Exporters, Inc.
- Senior Associate, Grupo Avance, LLC
 - Senior Advisor, Clearwater Layline, LLC
- Business Cross-Cultural Coach
- 45-years of living/working in, Canada, Germany (other parts of Europe), Mexico and Latin America

"Global Financial Crisis"





Foreign Policy Association

Minnesota International Center



Pilgrim House





Great Decisions Coverage





lwin Cities Metropolitan Area

Anoka 🍪

Arden Hills

Bloomington •

Brooklyn Ctr * •

Brooklyn Pk *

Chanhassen •

Chaska 🧐

Circle Pines •

Columbia Heights •

Cottage Grove •

Dayton *

Eagan • •

Eden Prairie *•

Edina • * •

Fridley *••

Inver Grove Heights

Little Canada •

Maple Grove • * •

Maplewood ***•**

Marine-On-St.Croix

•

MPLS *** * ◆ • •**

Minnetonka • *

Mounds View •

New Brighton •

North Oaks

North St. Paul

Orono *

Plymouth •

Richfield •

Roseville • •

Scandia •

St. Louis Park •

St. Paul *••

Stillwater ••

South St. Paul *

Wayzata 🌣

West St. Paul • *

White Bear Lake �

Woodbury ••

Partnerships with Community Organizations

November 1, 2012

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The MIC Mission











To provide opportunities for Minnesotans of all walks of life to serve as citizen diplomats and to gain a deeper understanding of their place in the world community.





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MEXICO: Transborder Crime & Governance MAKING THE CASE FOR "SHARED RESPONSIBILITY"

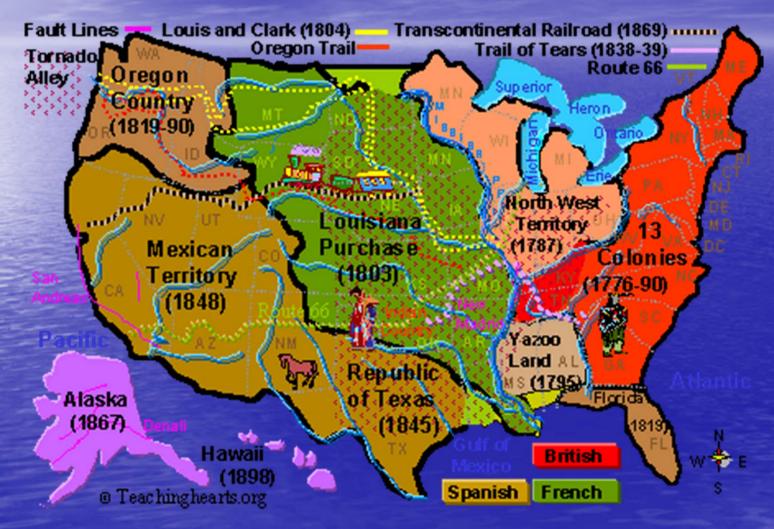
- A shared geography
- A shared history
- A shared people & society

The challenge is to get not only Mexican Americans but American society as a whole to embrace a sense of shared responsibility and destiny in our part of the world, our continental neighborhood. The response thus far has been more than promising.

- David Ayon, Co-Chair of Mexican American Leadership Initiative (MALI)







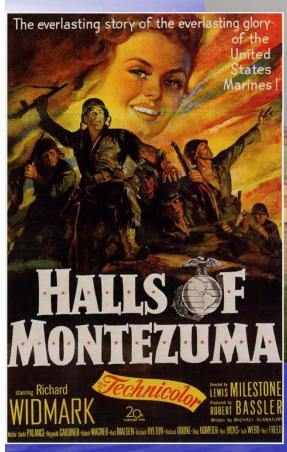




How many U.S. - Americans remember this war?



THE TREATY OF GUADALUPE HIDALGO
ENDED THE MEXICAN-AMERICAN WAR (1846-1848)





CHAPULTEPEC CASTLE





How many U.S. - Americans remember the Battle of Chapultepec - 1847?

MEXICO: Transborder Crime & Governance

A Shared Geography & Culture



LA ZONA FRONTERIZA

MEXICO: Transborder Crime & Governance

Today: A Shared Economy

Mexico surpassed China as the U. S.' No. 2 trading partner, after Canada.

Mexico's GDP = US\$ 1.2 trillion (2010)

| U.S. Import and Export of Goods (\$ Billion) | | | | | | |
|--|------------|---------|---------|-----------------|---------|---------|
| | 2010 | | | 2011 ytd (Oct.) | | |
| | | Imports | Trade | | Imports | Trade |
| | Exports to | from | Balance | Exports to | from | Balance |
| Mexico | 163.5 | 229.9 | (66.4) | 163.6 | 218.7 | (55.1) |
| Canada | 249.1 | 277.6 | (28.5) | 235.0 | 263.7 | (28.7) |
| China | 91.9 | 364.9 | (273.0) | 84.2 | 329.7 | (245.5) |
| Japan | 60.5 | 120.5 | (60.0) | 54.7 | 104.6 | (49.9) |

Source: U.S. Census Bureau

Mexico has become a middle-income country

There are 1.5 million Americans living in Mexico

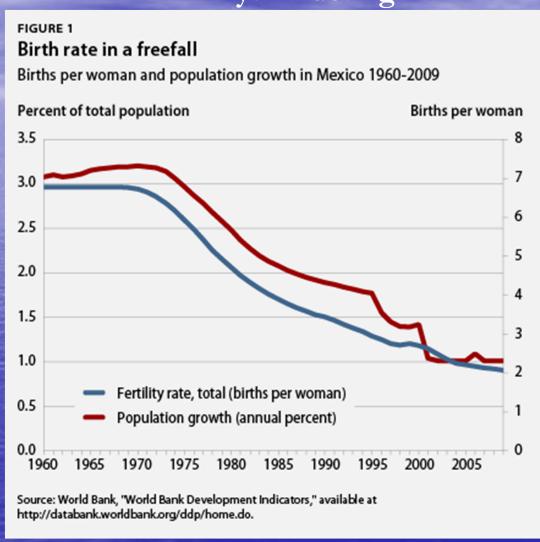
(Each year, thousands of Americans enter Mexico illegally!)

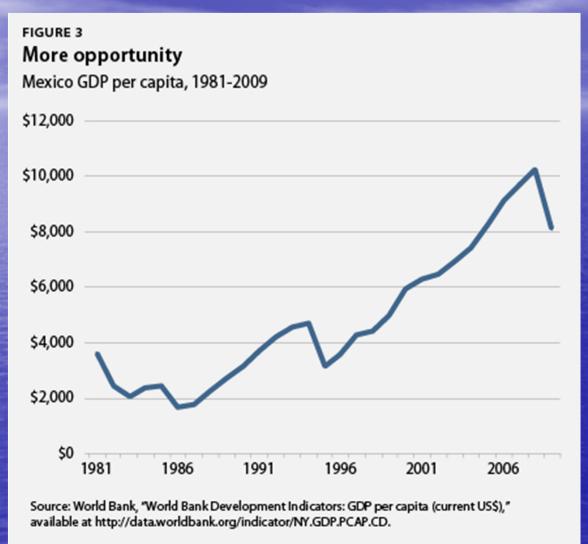
MEXICO TRYING TO FEND OFF FLOOD OF AMERICAN IMMIGRANTS SEEKING CHEAP GAS



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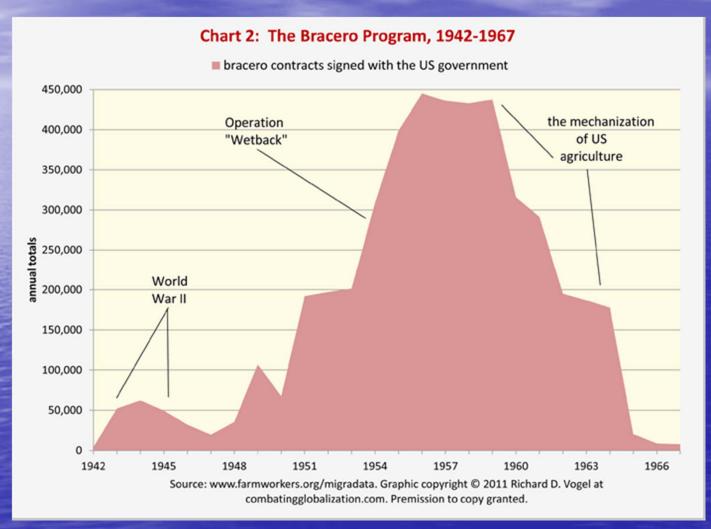






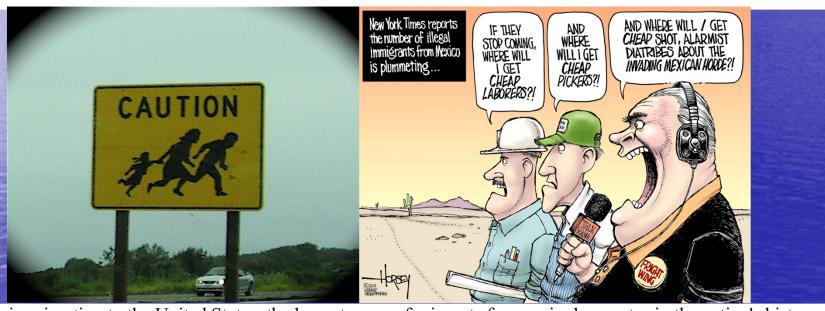






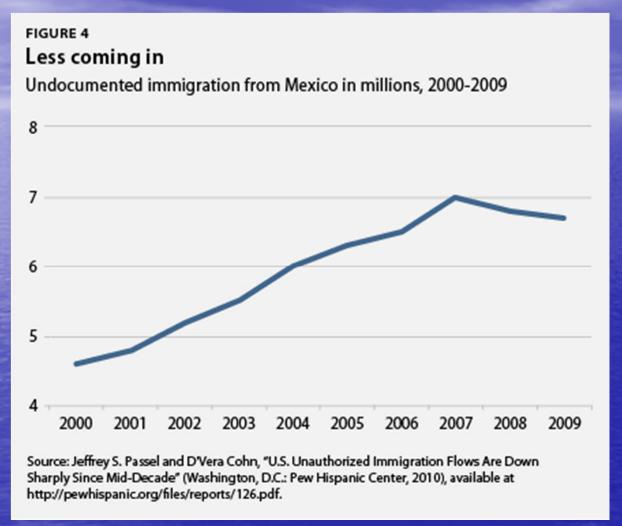
Report: Mexican immigration to U.S. slowed dramatically

By Julia Preston New York Times TwinCities.com-Pioneer Press Posted:



Mexican immigration to the United States, the largest wave of migrants from a single country in the nation's history, has slowed to a halt after four decades of surging growth and may be declining, according to a report released Monday, April 23, by the Pew Hispanic Center.

In what the report called a "notable reversal of the historic pattern," the number of Mexicans leaving rose sharply in the five years after 2005, while the new flow of migrants coming from Mexico into the United States fell steeply.



Mexico's unemployment rate is 4.9%... compared to 7.8 % in the U.S.



Illegal aliens are leaving the United States and returning to Mexico in search of a better life.

"Oportunidades": Conditional Cash Transfers to Ensure Education & Health



Cash payments directly to families – to avoid cost & corruption

Rigorous selection criteria

Has become a model for programs in the U.S. & elsewhere

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MEXICO: Transborder Crime & Governance

A Shared Responsibility Myth-Busting

"Oportunidades" has proved extremely effective

... and has brought 40 million people out of extreme poverty





Improved access to contraception

Reduced teen pregnancy

Reduced infant mortality

Increased number of graduating students by 85%

MEXICO: Transborder Crime & Governance Growth of Mexico's Civil Society

CORPORATE SOCIAL RESPONSIBILITY IN MEXICO







Empresa Socialmente Responsable

MEXICO: Transborder Crime & Governance Shared Principles

CORPORATE SOCIAL RESPONSIBILITY IN MEXICO







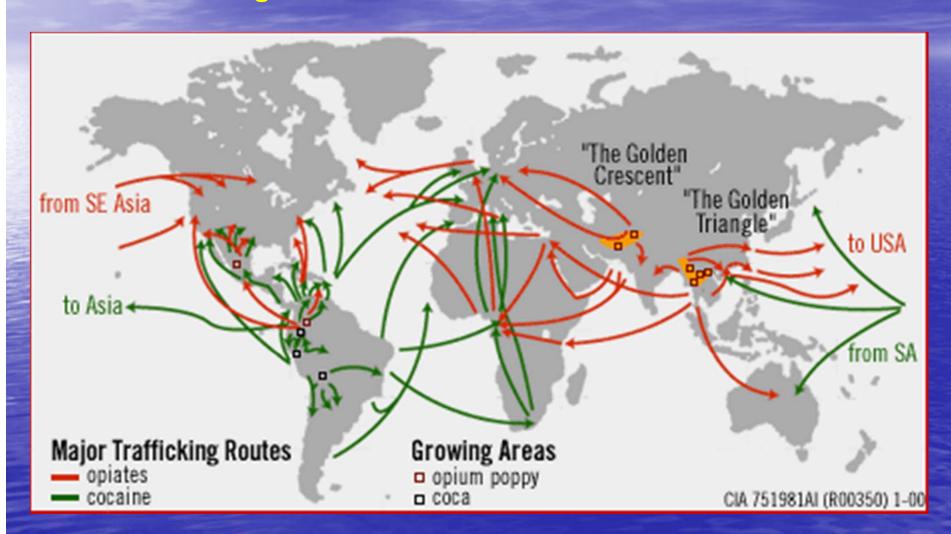


NOW: THE CURRENT REALITIES

- U.S. DEMAND FOR ILLEGAL DRUGS CONTINUES APACE.
- MEXICAN CARTELS' DEMAND FOR ILLEGAL ARMS CONTINUES UNABATED.
- IMMIGRATION REFORM STILL HELD HOSTAGE BY DIVISIVE U.S. POLITICS.



Worldwide Drug Market Estimated at \$400 to \$700 Billion USD



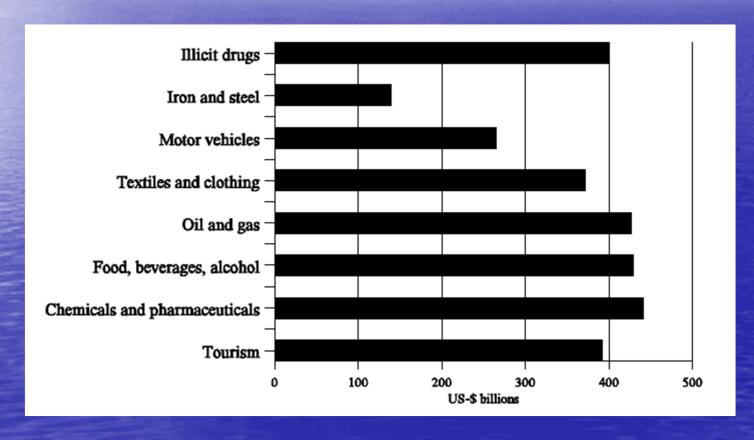
MEXICO IS
A "TRANSIT" COUNTRY;
NOT
A "PRODUCER" COUNTRY

IN THE U.S.

- There are more high income drug abusers than low income
- Well educated [average of 14 years of education]
- Employed [77%] and well-paid[37% earn over 25K]
- •56% engage in illegal activity other than drug possession to support the habit.



Relative International Market Sizes









U.S.-Backed Programs Supplying the Firepower for Mexico's Soaring Murder Rate

Posted by Bill Conroy (/users/bill-conroy) - April 14, 2011 at 8:16 pm



Homicides Rates – Countries, 2009:

Mexico:12 per 100,000USA:5 per 100,000Brazil:20 per 100,000U.S. Virgin Islands50 per 100,000



Ambassador Arturo Sarukhan

- "As in all good families, there will be looniness and stupidity ... on both sides of the border."
- 90% of weapons seized from Mexican drug traffickers were acquired in the U.S.
- This is in violation of the U.S. Arms Export Control Act

MEXICO: Transborder Crime & Governance

A Shared Responsibility

PRESIDENT OF MEXICO



FELIPE DE JESUS CALDERON HINOJOSA

PARTIDO DE ACCION NACIONAL (PAN)

Term Expires December 31, 2012

Constitution Provides for only one six-year term

MEXICO: Transborder Crime & Governance

A Shared Responsibility AND THE WINNER IS ... PARTIDO REVOLUCIONARIO INSTITUCIONAL (PRI)

35.8% June 6, 2012

Won with 38%



"El Dedo"



ENRIQUE PEÑA NIETO

Former Governor of the State of Mexico Born in Atlacomulco de Fabela, Mexico

PARTIDO DE LA REVOLUCION DEMOCRATICA (PRD)

24.0%
June 6, 2012
Lost with
32%



ANDRES <u>MANUEL</u> LOPEZ OBRADOR "El Peje" ("Slick")

Born in Macuspana, Tabasco

Mayor of Mexico City (2000 – 2005)

Narrowly lost to Felipe Calderón in 2006

PARTIDO DE ACCION NACIONAL (PAN)

20.8% June 6, 2012 Lost



JOSEFINA EUGENIA VASQUEZ MOTA

Former President of the Political Coordination Board of the Chamber of Deputies

Born in Mexico City

MEXICO'S DOMESTIC POLICY OPTIONS

USE OF NATIONAL ARMED FORCES VS. CARTEL
- OR -

TACIT AGREEMENTS IN RETURN FOR REDUCED VIOLENCE



MEXICO: Transborder Crime & Governance

A Shared Responsibility

US-MEXICO POLICY OPTIONS

- BROADENING TRADE / GREATER ECONOMIC INTEGRATION ?
- IMMIGRATION REFORM?
- U.S. DOMESTIC DRUG POLICY REFORM?
- ENFORCEMENT OF PROHIBITION ON WEAPONS SALES?
- INTEGRATION OF CRIMINAL INTELLIGENCE (TECHNOLOGY)?





GRACIAS!