

EU cooperation

Instruments and tools to support implementation of SE4AII AA's and IP's

Felice ZACCHEO,
Deputy Head of Unit
"Sustainable Energy
and Climate
Change"

European Commission - Directorate General for International Cooperation and Development





The EU is applying a multilevel approach

National & Regional Programmes

Strengthening bilateral and regional cooperation

Technical Assistance Facility *Catalysing reforms - improving investments environment*

EU Blending Instruments *Fuelling inclusive growth*

Grants for Rural Electrification *Empowering rural communities*





The EU strategy in the energy sector in the aftermath of COP21

- Our Commissioner confirmed that energy remains a top priority and encouraged us all to avoid fragmentation of efforts and approaches and to focus on a maximum of three main pillars, notably:
 - i. access to energy services (in line with the SDG7),
 - ii. renewables (support energy generation limited to renewable energies),
 - iii. private sector engagement
- The EU will implement a coherent strategy that will cover all these goals and track the results produced



More than EUR 4 billion for the fight against energy poverty so far



- EUR 600 million mobilised in 2012-2013
- EUR 3.5 billion allocated for 2014-2020
- Significant leveraging investments and fostering end-users' access to a range of energy services for household, community and productive uses – a "total energy access" approach.

EU support

EUR

3.5 BILLION
2014-2020

Investments

EUR 15-30 BILLION in loans & equity



Instruments and tools to support implementation of SE4All AAs and IPs

In the next 4 slides, I will try to present how the EU plans to put this multilevel approach to the service of facilitating SE4ALL objectives





TARGET

→ Creating a longlasting direct partnership with certain countries in the energy sector

TOOL

National indicative programmes (NIP's), signature of Joint Declarations

How does it work?

Steering a sector dialogue with African countries – Link to parallel programmes managed by EU Delegations residents in a wide network of African countries





TARGET

→ Planning of demand

TOOL

The EU's
Technical
Assistance
Facility (TAF)
for the SE4ALL
initiative

How does it work?

The TAF has worked and is working in the elaboration of AA' and IP's and other strategic planning actions





TARGET

→ Linking
 Supply and
 Demand Matchmaking
 and covering
 the financial
 gap

TOOL

ElectriFI

How does it work?

ElectriFI works with a pipeline that open to the private sector and includes bankability assessment





TARGET

→ Providing capital for investments

TOOL

Funding through a multitude of instruments

How does it work?

Depending on the nature of projects and actions National, Regional and Panafrican instruments used (feeding financial instruments)





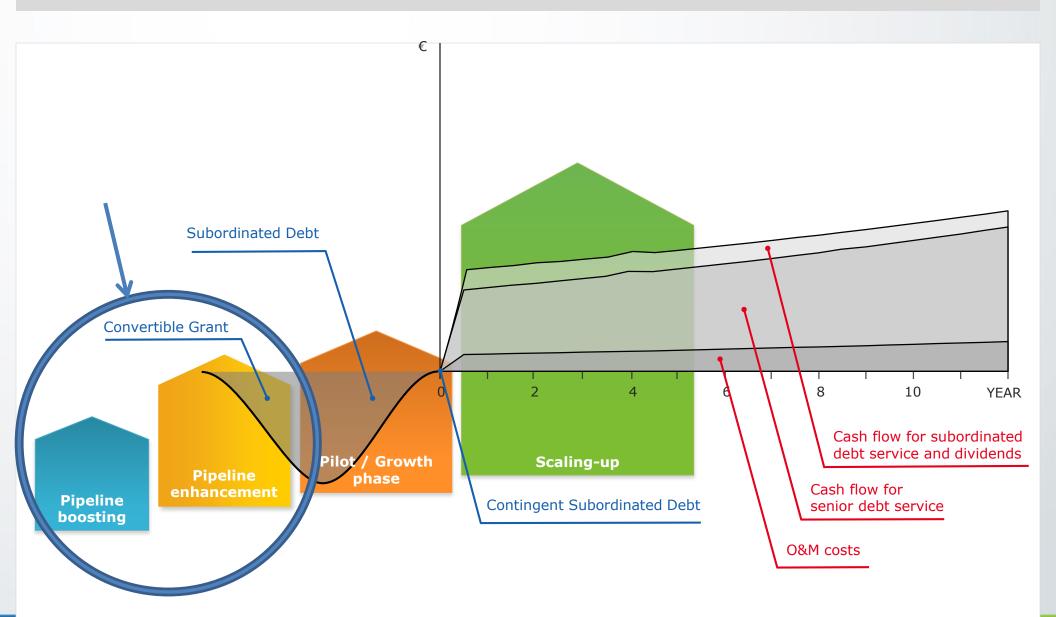
A new financing initiative by the EU: ElectriFI

ElectriFI objectives:

- boost investments by increasing access to electricity and modern energy services as a driver for development, through unlocking the existing potential of the private sector
- ✓ bridge the financial gap by making available early stage development risk capital, namely grants, that may convert into subordinated debt and which will be paid back when investments succeed



ElectriFI Support: Early Stage Development Capital (illustrative)





The GET-FIT Initiative in Uganda

GET-FIT Supported Projects in Uganda

Project	Technology	Capacity	Investment
Soroti	Solar	10 MW	\$17 M
Nyamwamba	Hydro	9.2 MW	\$26.8 M
Rwimi	Hydro	5.5 MW	\$20.8 M
PH Farms	Biomass	1 MW	\$3.5 M
SAIL Cogen	Biomass	6.9 MW	\$21.6 M
Kikagati	Hydro	16 MW	\$ 64.4 M
Kakira	Cogen Biomass	20 MW	\$60.7 M
Nengo Bridge	Hydro	6.7 MW	\$30 M
Muvumbe	Hydro	6.5 MW	\$14.1 M
Lubilia	Hydro	5.4 MW	\$18.7 M
Waki	Hydro	4.8 MW	\$18.1 M
Siti I	Hydro	6.1 MW	\$14.8 M
Siti II	Hydro	15 MW	\$34 M
Sindila	Hydro	5.2 MW	\$18 M

Uganda's first grid connected solar PV power plant

- The first solar project of 10 MW in Uganda will be the biggest solar plant of East Africa (the developer is Access Uganda Solar and EREN France)
- GET-FIT facilitates private investment in small renewable energy projects (Hydro, biomass and solar and provide top-up to private project developers to improve project financial viability
- Results: RE projects totalling 114,5 MW of which 20 MW Solar PV funded by ITF
- Partners are KfW, Deutsche Bank and cofunded by many European partners such as Norway, United Kingdom, Germany



Instruments and tools to support implementation of SE4All AAs and IPs

But in which countries can the EU funds be directed to ?





Energy in National Programming

Energy stands high in the EU bilateral cooperation with African countries:

- At least 30 countries indicated that they favour energy as focal sector for the next programming cooperation (2014-2020)
- 14 of these countries are in Africa
 - Ethiopia, Tanzania, Lesotho, Liberia, Cote d'Ivoire, Benin, Togo, Nigeria, Burundi, Rwanda, Mozambique, Zambia, Kenya, Senegal
 - Ghana, Cape Verde and Uganda will also

work in energy issues





Case study - Burkina Faso

In Burkina Faso the EU supported the development of Action Agenda and associated investments prospectus draft

→ Facilitating countries in their SE4ALL planning





Case study – West Africa ECREEE

The EU has a strong cooperation relationship with ECREEE

- → EU and its TAF were present in the regional meeting validating the National Action Agendas
- → EU wil in the next period support ECREEE with its Technical Assistance Facility in order to advance with Investment prospectuses in 5-7 countries (countries tbd.)
- → EU will support ECREEE and the region in its planning role and advancing of SE4ALL objectives planning
- → Facilitating regions to coordinate their SE4ALL planning at national and regional level





Case study - Southern Africa - SADC

The EU has already worked with SADC on several energy actions:

→ EU will support SADC in the drafting of its regional Action Agenda

→ Facilitating regions to coordinate their SE4ALL planning at national and regional level



EU Interventions under Uganda's SE4ALL Initiative



The EU provided Technical Assistance (2013-2014) to the Government of Uganda (140 mandays) for the development of the Action Agenda in 2013-2014

The EU is now providing continuous support through the EU SE4ALL Technical Assistance Facility (2015-2016) (150 mandays) to the Se4ALL secretariat



EU Interventions under Uganda's SE4ALL Initiative



First phase of EU Technical Assistance 2013-2014

- Kickstart of the SE4ALL Initiative
- Set up of the SE4ALL Secretariat
- Set up of the SE4ALL Task Force (MEMD, REA, Development Partners)
- Draft of the Uganda SE4ALL Action Agenda
- Draft of a work program 2015-2018



EU Interventions under Uganda's SE4ALL Initiative

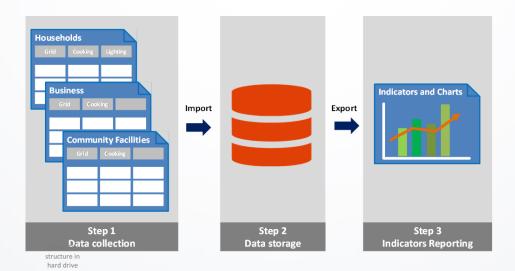
SE4ALL Energy Database

Templates contain no actual data

No data from

No data from

EU Technical Assistance Facility



- EU Support (2015-2016) to the Government of Uganda for SE4ALL through the EU Technical Assistance Facility
- Designing a multi-tier framework to track and measure developments with regard to SE4ALL goals in Uganda
- Develop a computerised database software toolkit for storage and management of data for the progress of SE4All goals in Uganda





Discussion The different role of Action Agendas and Investment prospectuses

ACTION AGENDA

Led by the country Refects strategic needs and choices

Reflects needs

Provides framework

Provides feedback

INVESTMENT PROSPECTUS

Tests the Action Agenda goals and the possible interest of the private and financial sector

This iterative process needs to be encouraged





Thank you for you attention!

European Commission - Directorate General for International Cooperation and Development