

ITS Project: Meeting with Energy Community Secretariat 20 February 2012

Summary Presentation of ITS and Component A

Kevin McCann – Team Leader

Fact Box

- ▶ Project title: INOGATE Technical Secretariat (ITS)
- ▶ Budget: € 16.5 million
- ▶ Duration: 36 months (02.2012 – 01.2015)
- ▶ Partner Countries:
 - ◆ **Eastern Europe** - Belarus, Moldova, Ukraine,
 - ◆ **Caucasus** - Armenia, Azerbaijan, Georgia
 - ◆ **Central Asia** - Kyrgyzstan, Turkmenistan, Kazakhstan, Uzbekistan, Tajikistan
- ▶ Four Project Components (A,B,C,D)

Overall Project Objective

- *To contribute to the progress of the INOGATE Partner Countries in the achievement of the Baku Initiative and the Eastern Partnership objectives.*
- *The programme would support:*
 - *reduction in their dependency on fossil fuels and imports,*
 - *improvement of the security of their energy supply, and*
 - *climate change overall mitigation.*

Specific Objectives

▶ A ITS – Horizontal Tasks

- ◆ To ensure that assistance in support of the *Baku Initiative/Eastern Partnership as well as the Energy Community* objectives is more effective, coherent, sustainable and aligned with partner countries' objectives

▶ B Electricity & Gas

- ◆ To enhance convergence of Gas and Electricity Markets on the basis of the EU internal energy market principles;
- ◆ To increase efficiency of the gas and electricity supply infrastructures

Specific Objectives

▶ **C - Sustainable Energy**

- ◆ To assist the countries in strengthening energy institutional governance in relation to sustainable energy, in particular by focussing on institutional capacity
- ◆ Improved business climate for energy efficiency and renewable energy investments.

▶ **D – Statistics**

- ◆ To support Partner Countries in improving energy economic planning through enhanced use and harmonisation of energy statistics in line with European standards

Policy Framework

- ▶ **1995 – INOGATE Programme**
 - ◆ Only for oil and gas
- ▶ **2004 – Baku Initiative**
 - ◆ 1st Energy Ministerial Conference – opens up INOGATE to other sectors and areas of cooperation
- ▶ **2006 – Astana Roadmap**
 - ◆ 2nd Energy Ministerial Conference agreed 4 key objectives - formally expand sectors to energy market convergence, safety & security, sustainable energy and investment attraction.
- ▶ **2009 – Eastern Partnership**
 - ◆ Approximation of energy policies, infrastructure development, interconnection & supply diversification
- ▶ **+ Supporting implementation of 5 Bilateral MoUs on energy co-operation (Azerbaijan, Kazakhstan, Turkmenistan, Ukraine, Uzbekistan)**

Presentation of Component A

Project Components

A - K. McCann

- ITS
- Co-ordination
- Communication
- Investments
- Monitoring

- 18%

B - N. Tsakalidis

- Electricity
- Gas
- Regulation
- Standards
- Cross-border trade
- Losses

- 34%

C - L. Good

- Sustainable Energy
- RES
- EE

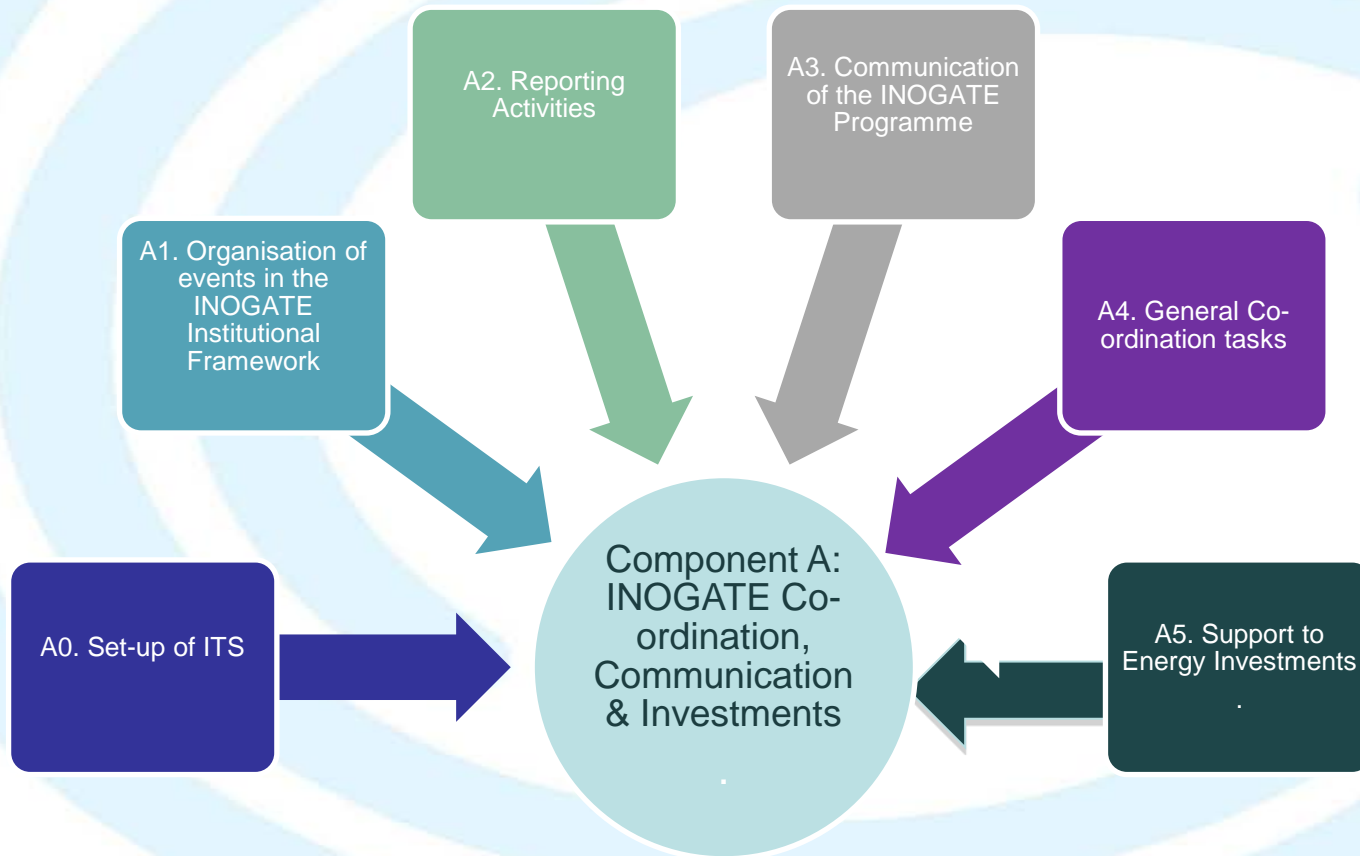
- 24%

D - G. Aguinaldo

- Energy Statistics
- Energy balances

- 24%

Structure of Component A



Overview of the Component A Co-ordination & Communication and Investments

- ▶ ITS Secretariat – 1st port of call for PCs on all INOGATE issues
- ▶ Interlocutor with INOGATE stakeholders
- ▶ ITS Secretariat – the main conduit between PCs and EC for all INOGATE issues
- ▶ TL responsible for ITS Secretariat in Kiev, for Eastern Europe region (Ukraine, Moldova and Belarus) and close liaison with other KEs, Regional Office Managers/Country Experts.

Presentation of Component A

Implementation Approach:

- ▶ Improved coherence and co-ordination of the INOGATE projects due to new institutional framework of ITS
- ▶ Capitalising on ‘integrated programme approach’
- ▶ New INOGATE office in Brussels
- ▶ Appointed and trained Regional Managers and Country Experts

Presentation of Component A

Deliverables

- ▶ Set-up of ITS Institutional Infrastructure
- ▶ Organisation of Events in INO GATE Institutional Framework
- ▶ Reporting - 3 Status Reports and 3 Annual Reports(2011,2012,2013)
- ▶ Communication Strategy – 11 PC Communication Action Plans, updated web portal and new dissemination tools. 6 editions of bi-annual WP and ‘Achievements Data’ and information collection system

Presentation of Component A

Points for Discussion

- ▶ How do we most effectively support Energy Community Secretariat in ITS?
 - ◆ Monitoring (Athens Treaty & Baku Initiative obligations?)
 - ◆ Promotional activities for ECS objectives
 - ◆ Prioritisation/focus of PCs (Moldova, Ukraine?)
 - ◆ Prioritisation of areas (TPA, TSO Unbundling etc)
 - ◆ ITS Inception Missions to all PCs – to June 2012

Thank you