

Projects of Energy Community Interest

29th PHLG meeting
19th June 2013

Why PECIs ?

Substantial investments of approx. €39 billion is needed for CPs to meet supply adequacy

Developing a modern and efficient energy infrastructure to:

- Create a properly functioning regional energy market
- Enhance security of supply
- Increase energy efficiency
- Integrate more renewable energy sources

Candidate PEI projects and assessment methodology

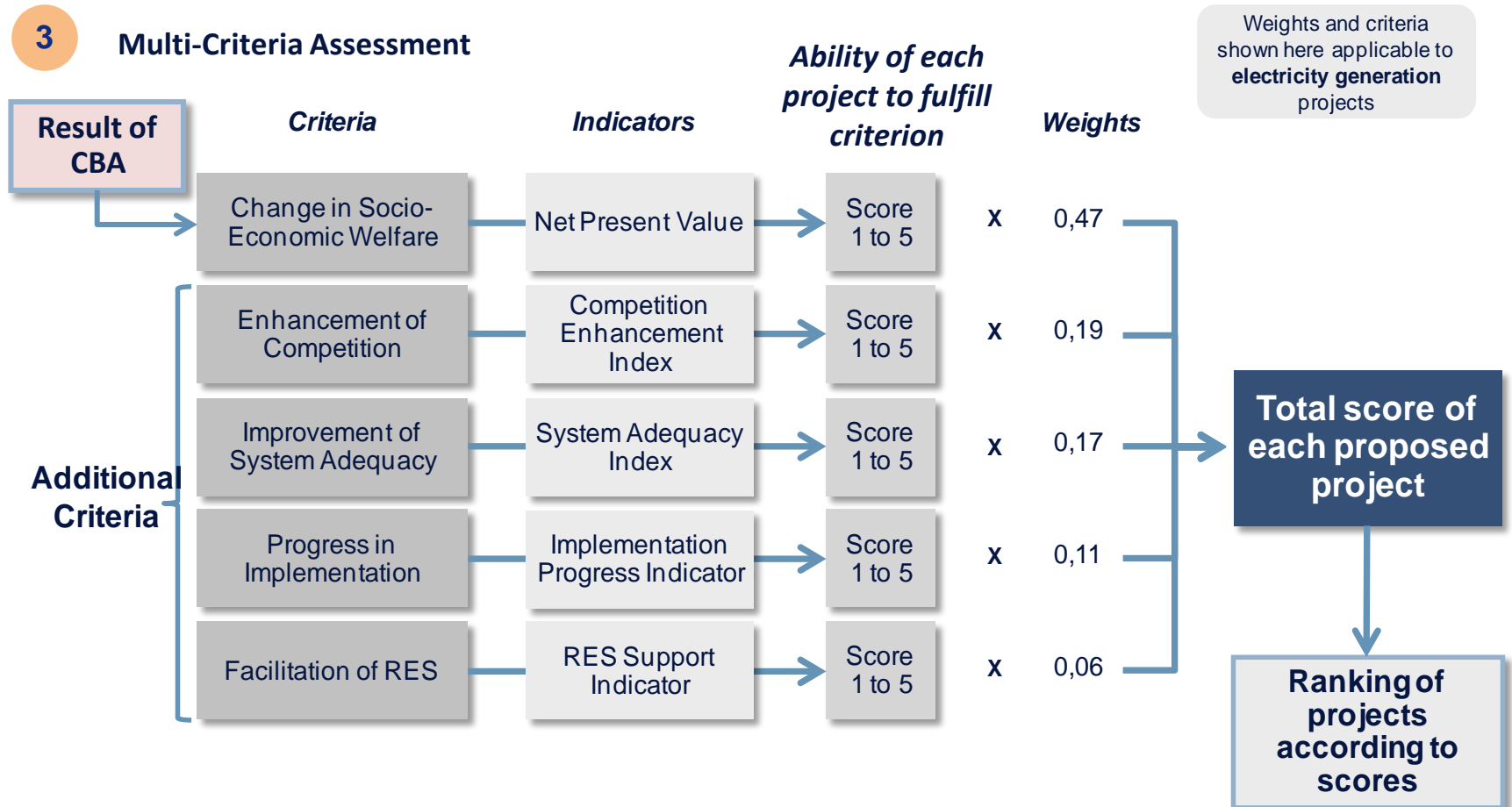
- 100 project submitted by project promoters from CP and EU MS
(Questionnaires prepared by ECS similar with one used for PCIs)
- An independent consultant hired to carry out the assessment
- Assessment and ranking of PEIs using CBA methodology and additional criteria
(Oil infrastructures projects only by CBA)
- Two Public Consultations
- Regulatory Authorities engaged

A total of 100 project proposals was submitted by Project Promoters from 9 CPs plus one company (TAP).

Contracting Party/Project Promoter	Electricity Transmission	Electricity Generation	Gas	Oil
Albania	1	1	2	0
B&H	3	15	4	0
Croatia	4	2	4	1
Kosovo*	6	4	0	0
fyr of Macedonia	2	3	0	0
Moldova	2	0	1	0
Montenegro	3	3	0	0
Serbia	6	13	9	2
Ukraine	2	2	2	1
TAP Company	0	0	1	0
TOTAL	30	43	23	4

Applied Project Assessment Methodology

3 Multi-Criteria Assessment



Electricity Infrastructure - proposed PECIs

Contracting Party	Project
AL - FYR of MK	400 kV OHL SS Bitola (FYR of MK) – SS Elbasan (AL)
HR - BiH and HR internal line reinforcement	400 kV OHL Banja Luka (BiH) – Lika (HR) 400 kV OHL Brinje – Lika – Velebit – Konjsko including 400 kv substation Brinje
IT - AL	400 kV OHL SS Vlora - Bari West
Kosovo* - AL	400 kV OHL Tirana (AL) - Pristina (Kosovo*)
MD - RO	OHL Balti (MD) and Suceava (RO)
ME - RS - BiH and ME internal line reinforcement	400 kV OHL SS Bajina Basta (RS) - SS Pljevlja (ME) - SS Visegrad (BiH) 400 kV OHL Pljevlja - Lastva
RS	400 kV OHL SS Kragujevac - SS Kraljevo
RS	400 kV OHL SS Bajina Basta - SS Kraljevo 400 kV OHL SS Obrenovac - SS Bajina Basta
RS - RO	400 kV OHL SS Resita (RO) - SS Pancevo (RS)

Regulatory measures proposed to support PECl

ECRB Recommendation

Financial Mechanisms to support PECIs

DG Enlargement and other stakeholders in the Western Balkan Investment Framework - WBIF

- Currently discussing on the possibility of expanding the range of financial instruments available under the WBIF to support, amongst other things, infrastructure investments

Options being examined include:

- Long-term loan guarantees,
- Promotion of select PPP operations
- Risk sharing facilities and (eventually)
- Project bonds

Thank you for your attention!