



United Nations Economic Commission for Europe

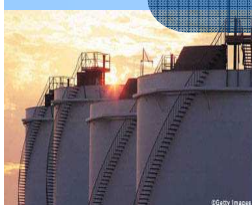
Financing Energy Efficiency and Renewable Energy Investments for Climate Change Mitigation (FEEI) Project. Recent Developments

**Oleg Dzioubinski
UNECE/Sustainable Energy Division**

**18th session of the Group of Experts on Energy
Efficiency Investments for Climate Change
Mitigation
Geneva, 26 April 2012**



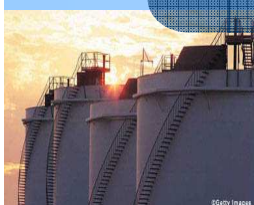
Recent developments in Project implementation



- 17th session of the Group of Experts (Geneva, 19-20 April 2011)
- International Conferences and Training Seminars 'Business Planning of Energy Efficiency and Renewable Energy Projects' (Kyiv, 27-28 April 2011 and Skopje, 29-30 June 2011)
- Seminar 'Energy Efficiency in Public and Private Sectors: Practical Approaches and Methods' (Astana, 14 March 2012)
- Seminar 'Sustainable Energy and Investments' (Dnipropetrovsk, 11-12 April 2012)



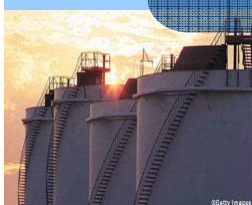
Recent developments in Project implementation



- Second International Energy Efficiency Forum and Workshop on Development of Energy Efficiency Policy Frameworks and Investments in Energy Efficiency and Renewable Energy Projects (Dushanbe, 12-14 September 2011)
- Side event Investments in Energy Efficiency and Renewable Energy: Ways to Make them Business-as-usual at the 7th Ministerial Conference "Environment for Europe" in Astana, Kazakhstan, 22 September 2011



Recent developments in Project implementation (continued)

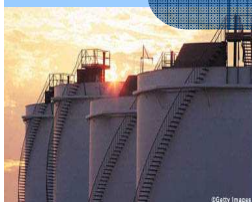


- Implementation of contracts by project contractors EnEffect and Conning continued
- Implementation of the first set of grants under MOUs with NPIs completed
- Implementation of the second set of grants under MOUs with NPIs almost completed
- Indicative project pipeline – work-in-progress; preliminary analysis completed for 10 countries
- Mid-term evaluation undertaken by independent expert contracted by UNEP completed. **Project Rating: Moderately Satisfactory**
- No further disbursement of funds have been received



Mid-term Evaluation of the Project Main conclusions

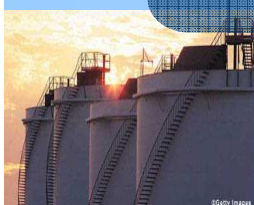
- The project implemented the planned activities
- The “energy policy and regulatory framework component” has produced an excellent policy overview of the RE and EE situation in the 12 FEEI countries, which gives policy recommendations for each country. The International Energy Efficiency Forum in September 2010 in Astana was a success and is now a regular annual event.





Mid-term Evaluation of the Project

Main conclusions



- The “capacity building and project pipeline component”:
 - Created FEEI website with links to national FEEI websites
 - Capacity building activities are based on a thorough assessment of local needs
 - Curriculum development and the training workshops were performed by knowledgeable experts
 - NPIs/NCs active in disseminating information and in identifying potential projects (200 project proposals)



Mid-term Evaluation of the Project Main conclusions

- The “Equity and Mezzanine Fund component” – some results achieved
- Draft legal documents for the creation and operation of the Fund have been prepared
- Creation of an external Financing Coordinator (FC) is gaining acceptance among stakeholders
- A potential Lead Investor/Fund Manager has been identified





Recommendations

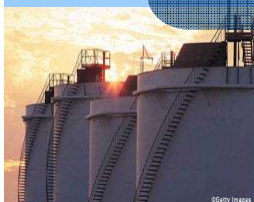
1. Donors to continue their support to the project and release committed funds
2. Bring in a replacement for EBRD-expertise
3. Improve Governance
4. Clarify the status concerning likely projects and investor interest in the Fund
5. Clarify details concerning the structuring of the Fund





Recommendations

6. Agree on a timetable for completing the soliciting of investor interest
7. Establish a road map of next steps
8. Find a solution to the legal problems surrounding the use of TA funds for project preparation
9. Continue the awareness efforts concerning basic features of the Fund
10. To increase investor confidence, change the payment formula for the compensation of the Fund Manager towards outcome-based performance

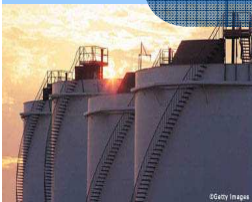




Recent developments – Progress in the Work of Contractors

CONNING ASSET MANAGEMENT LIMITED

- Continued limited work as Investment Fund Designer after providing third submission of Deliverables in March 2011
- Continued work on the draft Financing Coordination Agreement with UN Office of Legal Affairs
- Fourth Purchase Order cannot be issued by UNOG until the next disbursement is received





Recent developments – Progress in the Work of Contractors (continued)

EnEffect

(Development of a Website and Internet Communications Network of Energy Efficiency Managers in Eastern Europe)

- Project regional website (www.feei.info) is fully operational, website of EE21 Programme is renovated and updated
- National web pages operational and maintained in English and Russian or national languages
- Video training materials processed and posted on the project website
- Fifth issue of the Project Newsletter developed and printed
- Project flyers improved and reprinted



Thank you for your attention!

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