

Methane to Markets Partnership: Cross-Cutting Issues Panel

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Four Main Topics

- Electricity and Gas Market Issues and Reforms
- Developer/Investor Perception of Risks and Barriers to Project Development and Finance
- Priority Steps to Overcome These Barriers
- Role and Potential for Public-Private Partnerships

Electricity and Gas Market Issues and Reforms

- Network Unbundling and Access
- Market Opening and Eligible Customers
- Regulatory and Contractual Requirements
- Tariff Policies and Methodologies
- Special Provisions for Renewables, Cogenerators, and Unconventional Fossil Fuels
- Introduction of Emissions Trading Schemes

Developer/Investor Perception of Risks and Barriers

- Resistance of Monopoly Suppliers
- Financial Condition of Utility, Municipality or Industrial Consumer
- Conflicting Jurisdictional Interests
- Weak Regulatory Frameworks for Licensing, Contracting and Transporting to Third Party Customers
- Inadequate Dispute Resolution Mechanisms
- Limited Local Banking Capabilities and Interest

Priority Steps to Overcome Barriers

- Implement regulated, third-party access market design
- Improve network information, services and transparency
- Standardize transmission contracts and network codes
- Develop capacity allocation mechanism and congestion management procedures

Role and Potential for PPPs

- Management Contracts and Concessions and Traders
- Revolving Funds for Project Development
- Loan Guarantee Facilities
- IFI Partial Risk Guarantees
- Investment Incentives
- Exchange and Professional Development Programs