

Swiss Confederation

Federal Department of Economic Affairs, Education and Research EAER

State Secretariat for Economic Affairs SECO Economic Cooperation and Development Infrastructure Financing

## **SREP Investment Plan for Haiti**

## Questions (Q) and Comments (C)

- 1. Component 1: RE for Port-au-Prince metropolitan area, connected to main EDH grid
  - a. (Q) The technical and financial recovery of EDH is a critical condition for the success of a PPP. It is noted that the WB and IDB are supporting a comprehensive recovery program for EDH. It is also noted that uncertainty about the PPP option is addressed in the IP with the consideration of an EPC plus O&M contract. What is the appraisal of the involved MDBs (WB and IDB) regarding the chances of success of their EDH recovery program and the proposed PPP?
  - b. (Q) In case an EPC plus O&M contract needs to be selected, what alternative financing sources are foreseen to substitute to the private sector investment? Who will guarantee debt and the O&M contract?
  - c. (C) At the stage of the project approval, the choice of RE technology and financing/contracting mechanism must be defined.
- 2. Component 2: RE for Port-de-Paix remote grid
  - a. (Q) What is meant by wind-solar hybrid? Is this a hybrid between wind and solar or a hybrid between diesel and wind or solar?
- 3. Component 4: Rehabilitation of small hydro power plants
  - a. (Q) What is the reason to include this in the SREP investment plan if no contribution from SREP is requested or expected?
  - b. (Q) What alternative financing from public and private sources are foreseen or targeted for this component?
- 4. Component 5: Enabling framework, capacity and skills for RE scale-up
  - a. (Q) What measures is the Government of Haiti planning to build-up the enabling environment for RE, notably in terms of legal and regulatory framework?
- 5. Financial plan:
  - a. (C) It is noted that the Government of Haiti has not provided for any financial contribution to the SREP IP. In view of the large amounts of subsidies that it is used to grant notably to EDH and the expected positive impact of the SREP, also on these subsidies, a contribution from the GoH to the program would be welcome.
  - b. (C/Q) The projected private sector contribution of 43.5% over the whole investment plan seems very ambitious. How realistic do the MDBs consider these projections?
- 6. Results:
  - a. (C/Q) The expected outcome in terms of increased access to modern energy services (target 1 million people by 2020) is very ambitious but also difficult to derive from the expected outcomes of the different components. What are the expected contributions of the different components that lead to this figure?
  - b. (Q) Same question regarding the expected electricity output from RE.
  - c. (Q) What is the expected reduction or avoidance of CO<sub>2</sub> emissions and how is it derived from the different components?
  - d. (Q) it is mentioned that the SREP program will contribute to improve the finances of Haiti, notably by reducing the needs of subsidies for EDH and by reducing the bill for imported fossil fuels. Is it possible to quantify this?

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