



Guidance for applicants in the fourth cycle

December 2015

www.irena.org/adfd

Objective

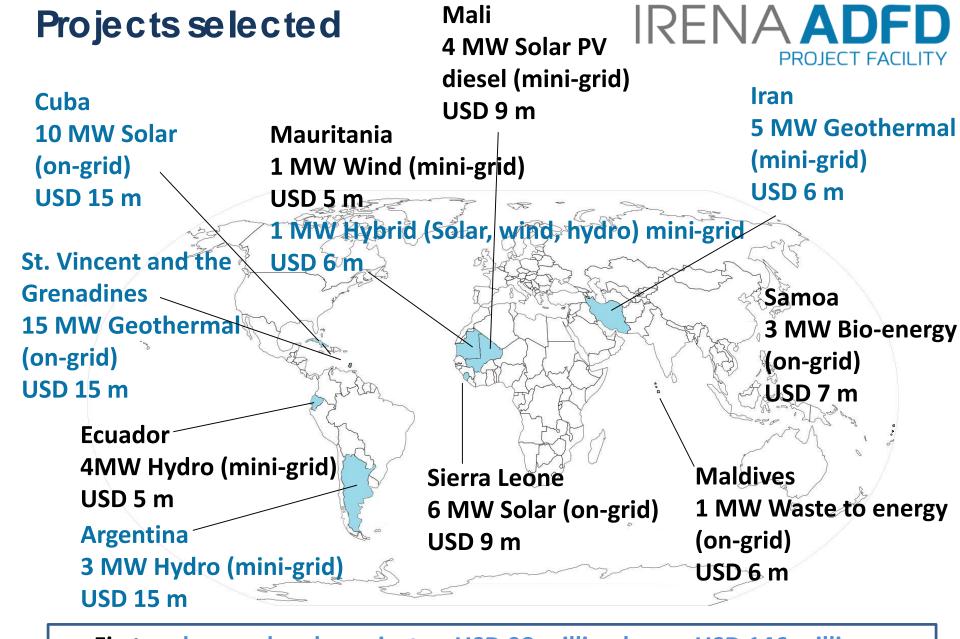


Clarify:

- ✓ type of projects selected
- ✓ selection criteria and process
- ✓ connecting to the IRENA
 Sustainable Energy Marketplace

Target group:

- applicant countries and partners
- experts and funds



Mali

First and second cycle projects = USD 98 million loans, USD 146 million co-finance

ADFD funding available



Overall

USD 50 million in each cycle.

Amount of Ioan

- USD 5-15 million
 ADFD loans for each project.
- Up to 50% of project costs covered by ADFD loans.
- Rest co-financed.

Loan rates

- 1-2% interest rates.
- 20 year loan period including 5 year grace period.

Example 1: solar PV (Mali)

IRENA ADFD
PROJECT FACILITY

Project: Mali solar PV diesel mini-grid

Size: 4 megawatt, USD 9 million loan

Technology: solar PV diesel mini-grid

Energy access: 30 villages

(92,000 people, 11,400 connections)

Applicant organisation: rural

electrification agency, AMADER.

Others: Mali Folk Centre, Government of Mali



- ✓ Generating 2,078 jobs (120 direct jobs and 1,958 indirect jobs).
- ✓ Emission reductions: 5,258.2 tCO₂ per year.

Co-financing and replication

- ➤ Co-financing from government, development funds including the Arab Bank for Economic Development in Africa (BADEA).
- ➤ Project model being supported by the World Bank in 50 villages and the French development agency (AFD) in 60 villages.



Example 2: small hydro (Ecuador)

Project: Small Hydroelectric Plant,

Tigreurco Small Community

Size: 3.4 megawatt, USD 5 million loan

Technology: mini-hydro power

Energy access: 7,000 households

Applicant organisation: Ministry of

Electricity and Renewable Energy

- ✓ Powers schools and medical facilities
- ✓ Creates 30 direct/indirect jobs
- ✓ Mitigates 4,213 tCO₂ per year

Co-financing and replication

- ➤ Co-financing approval needed following loan agreement of being part of annual budget of investment.
- Simple to use project model.





Example 3: geothermal project | RENAADFD (St. Vincent and the Grenadines)

Project: Geothermal Power Plant, La Soufriere Volcanic region

Size: 15 megawatt, USD 15 million loan

Technology: Geothermal

Energy access: 104,000 people on-grid

Applicant organisation: Energy Unit,

Ministry of National Security



- ✓ Clean, reliable power to the whole country.
- ✓ Reduce emissions by 53,000 tCO₂ per year from avoided diesel combustion.

Co-financing and transformation

- Government, development funds, private sector
- ➤ Increase renewable energy mix in the grid to 75%.

Development impacts



Project results – Key performance indicators for project coordinators

Examples				
Indicators	Description			
Accessibility	Number of people with increased access to energy.			
Affordability	Reduction in household income spent on fuel/ electricity/ water etc.			
Job creation	Increase in number of direct and indirect jobs.			
Energy security	Reduction in power outages.			
Environmental/ health	Fossil fuel usage saved/ reduced deforestation/ CO2 avoidance/ reduced cases of respiratory illness.			
Gender/ transformation/ replicability/ scalability/ innovation/ other	Gender empowerment indicators and add other indicators as relevant.			

Baseline, target and project implementation level data collection required.

Fourth cycle



Mandatory Eligibility Self-check

IRENA/ADFD Project Facility

- IRENA membership
- OECD DAC list of ODA recipients

IRENA Sustainable Energy Marketplace

- All African countries
- Latin American and Caribbean later

Both

Register on the
Facility website –
How to apply
www.irena.org/adfd
Download Fourth

Download Fourth
Cycle form –
Executive Project
Summary to apply

Register on the
Facility website –
How to apply
www.irena.org/adfd

Download Fourth
Cycle form and

choose IRENA

Sustainable Energy

Marketplace option

Register on the IRENA

Sustainable

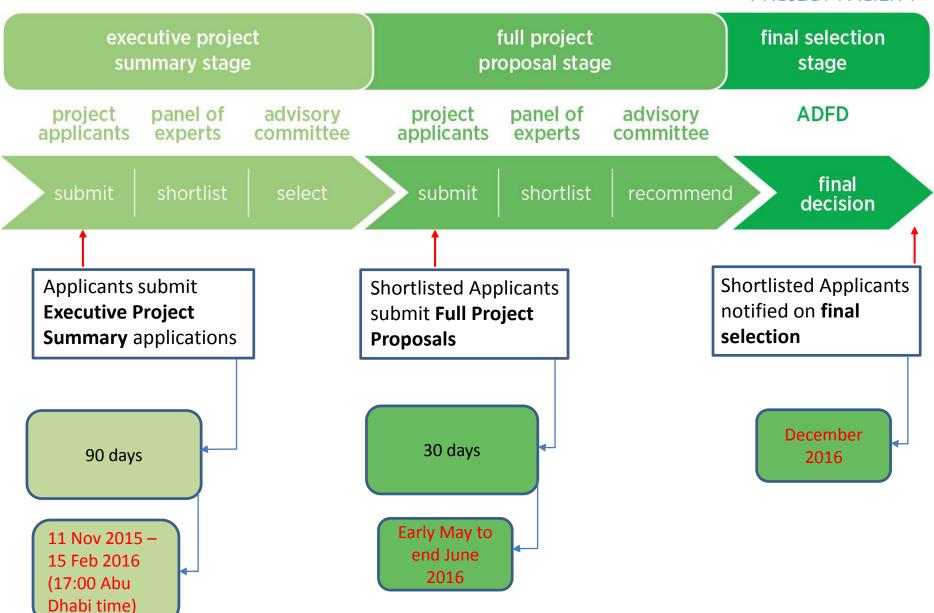
Energy Marketplace at

http://marketplace.irena.org

or

Project selection cycle





Evaluation criteria



		Advisory			
Applications	Technical feasibility (40%)	Economic/ commercial sustainability (30%)	Socio-economic & environmental benefit (30%)	Overall project characterist ics	Committee selection and recommenda tion
Executive Project Summary – applicants submit 11 Nov 2015 to 15 Feb 2016	-Market summary -Technical specifications -Resource assessment -Management summary	-Project cost -Revenue sources -Business model	-Social, economic & environmental benefits -Stakeholder engagement	- Transformat ive -Replicable/ scalable -Innovative -Improve energy access -Address energy security	-Geographic spread -Diversity of technologies -Alignment with government priorities
Full Project Proposal - shortlisted applicants submit early May to end June 2016	-Detailed project design and output -Monitoring and evaluation -Implementation plan and operational arrangements -Risk mitigation measures	-Full economic/financial model -Co-finance agreements	-Job creation -Community income generation -Environmental benefit -Health -Education -Gender empowerment		
	Full feasibility study: methods such as CBA review would also cov the evaluation of the characterize the unce				

Helping project applicants

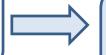


New aspects

Actions

Benefits

IRENA Sustainable Energy
Marketplace link-up



- Funding sources for feasibility studies
- Other co-funding sources
- Energy and Environment Partnership (EEP), Power Africa

How experts evaluate and all Panel of Expert comments will be provided to applicants



Helps applicants to improve their applications and projects for funding

Previous aspects

Interested co-funds listed at adfd.irena.org/funding



African Development Bank, UNDP-Global Environment Facility and Islamic Development Bank source of co-funds

Reference to IRENA
Project Navigator: tool for
project development



Assists in project development

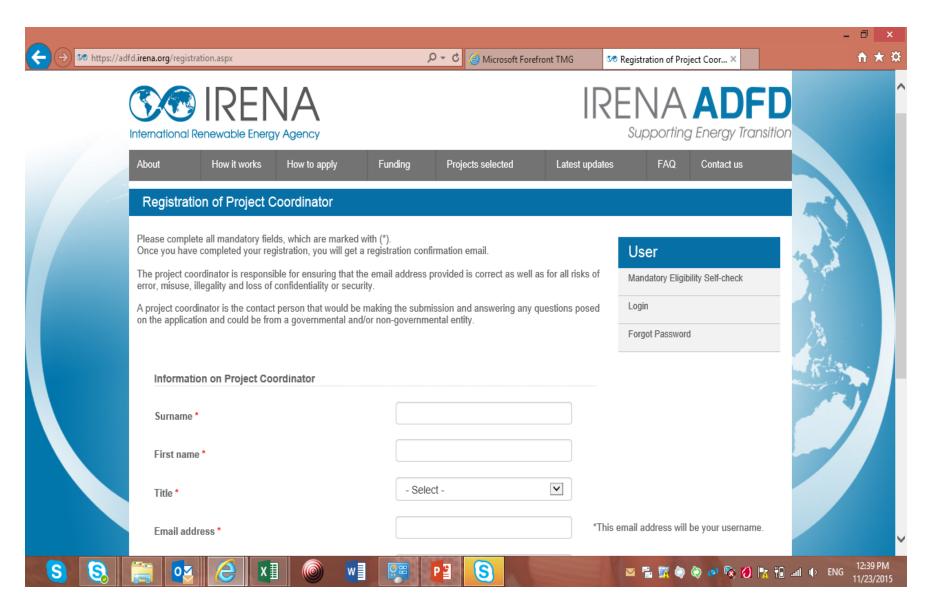
Reference to Global Atlas for resource assessment



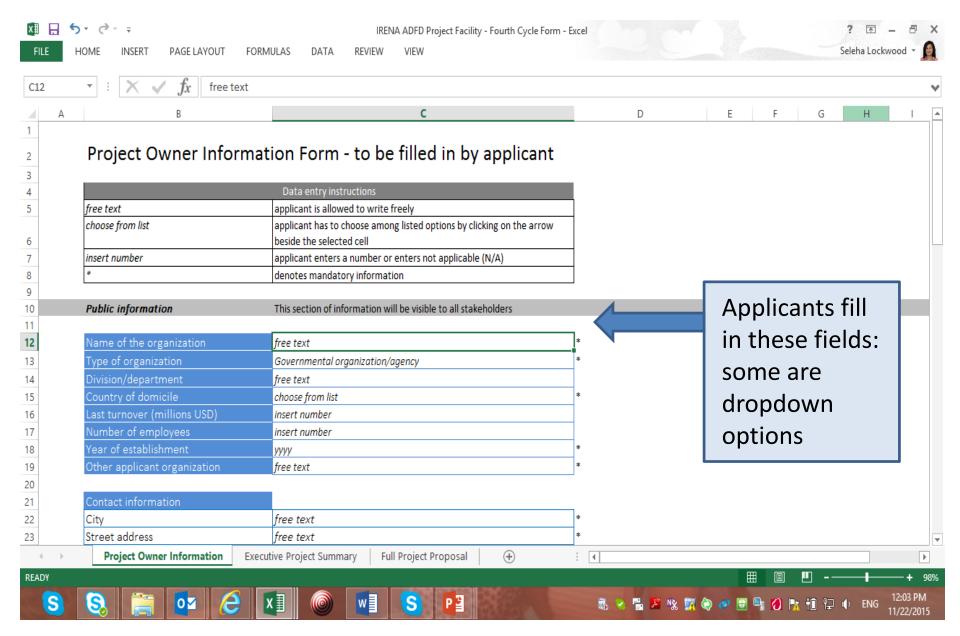
 Assists project proponents in resource assessment

Fourth Cycle: registration

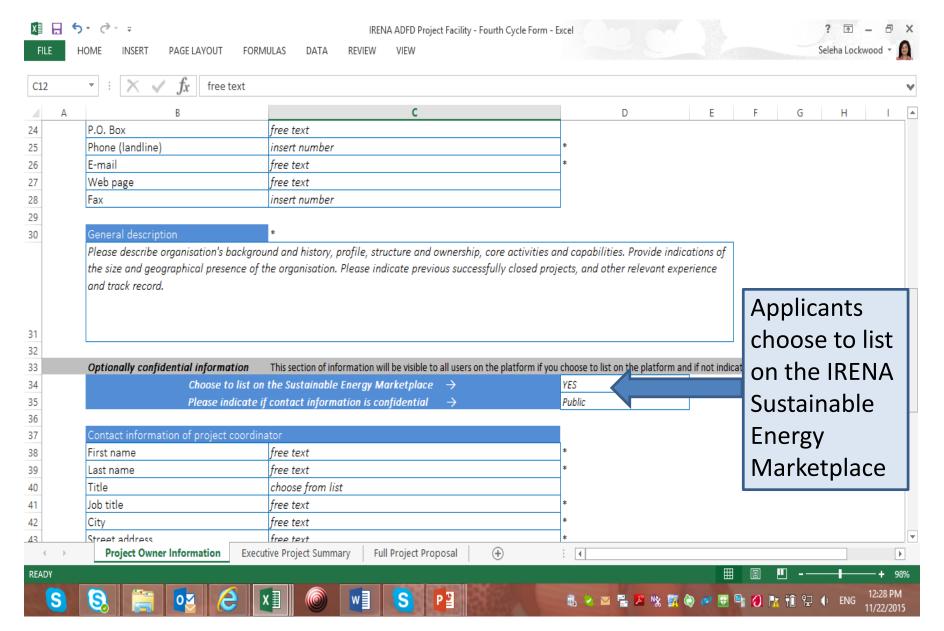




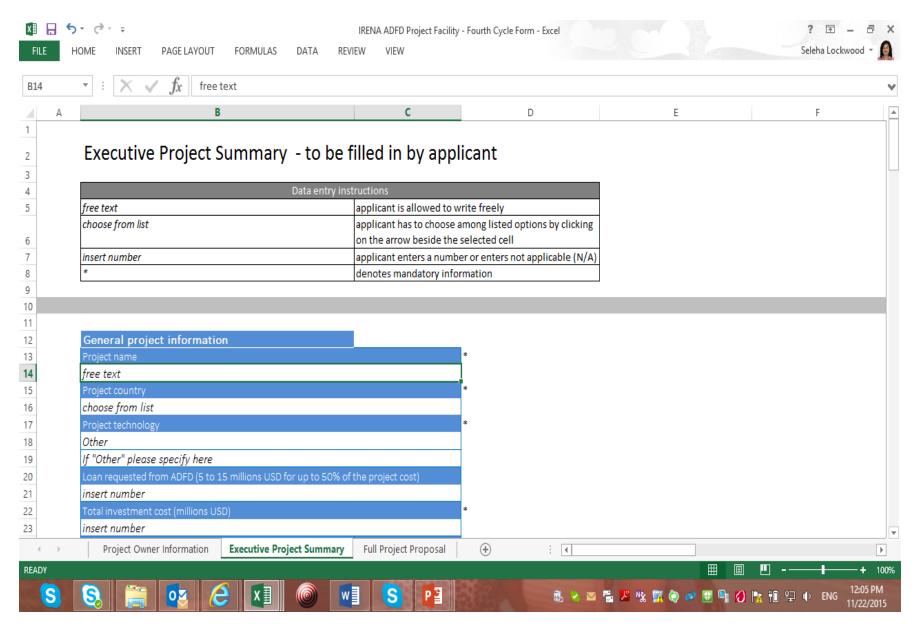




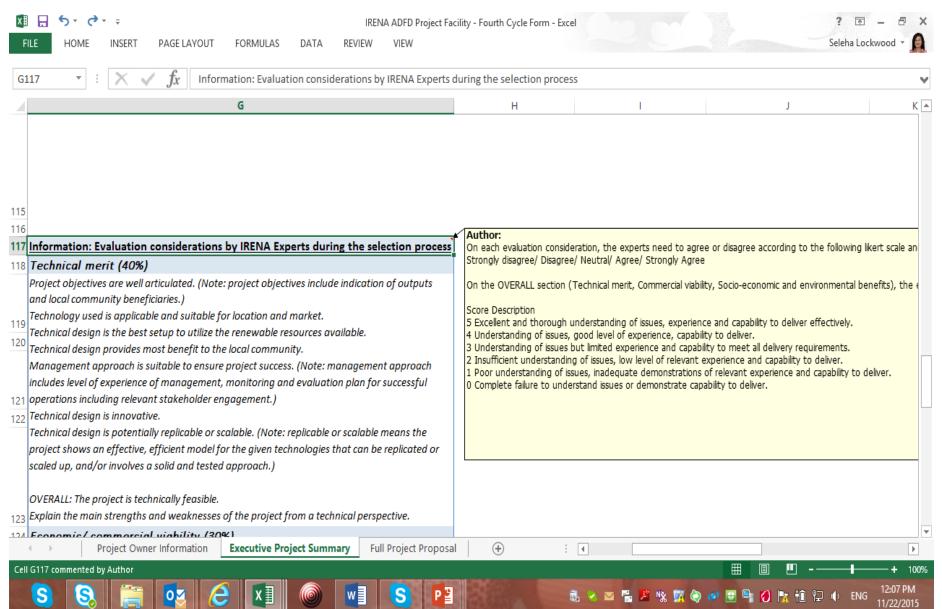












Fourth Cycle



- Regional webinars for applicants:
 - ✓ December and January
- ADSW events in January

Questions



Contact: Seleha Lockwood, Programme Officer, Renewable Energy Finance at slockwood@irena.org