Technical Conference – Breakout Session Report Out

TOPIC: Access to Financing

Facilitator/Expert: Subodh Mathur Topic: Access to Financing

- Top most urgent/important issues to resolve:
 - Compliance and Implementation of financing scheme

Currency risk

Specialized Finance and Services

Solutions – Issue #1

- Issue: Currency risk
- Solution: Requirement of Risk-Sharing mechanism
- What can government do?
 - Enabling Consumer Indexation: Partially Index the tariff to the exchange rate (Eg: Kenya case)
- What can development partners do?
 - Will facilitate this mechanism, have a credible agency and monitor this
 - Mainly on OPS

Solutions – Issue #2

- Issue: Specialized Finance and Services
- Solution: Separate the distribution, IPP/O&M (generation and operation)
- Have specialized companies that build the networks – more feasible to finance these companies
- Enable Financing mechanisms for Economies of Scale