

 Early Warning System

EBRD-55503

RLF - Kyiv Emergency Liquidity



Quick Facts

Countries	Ukraine
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Proposed
Bank Risk Rating	B
Voting Date	2024-09-25
Borrower	City of Kyiv
Sectors	Infrastructure, Law and Government
Investment Type(s)	Loan
Investment Amount (USD)	\$ 55.56 million
Project Cost (USD)	\$ 61.11 million



Project Description

According to the Bank's website, the project consists of a senior loan of up to EUR 50 million, to provide emergency support to the City of Kyiv via liquidity financing to its key municipal utility, to mitigate the effect of the ongoing war and to ensure uninterrupted provision of critical municipal services to the City's residents, internally displaced persons ("IDPs") and enterprises. The recipient of the liquidity support from the City is Communal Enterprise "Kyivteploenergo" (the "Recipient" or "KTE"), a municipal district heating company, an existing client of the Bank.

Given war- related risks, the loan will benefit from a partial first loss risk cover by the EU Ukraine Investment Framework Municipal Infrastructure and Industrial Resilience ("EU UIF MIIR") Programme.

The Bank's loan will support the key municipal utility by addressing its critical liquidity needs, to ensure uninterrupted provision of essential public services to the City's residents and businesses, despite the direct damages from the war and additional demand for district heating services driven by the presence of significant number of IDPs.



Early Warning System Project Analysis

Categorised B (2019 ESP). The provision of short-term working capital to support liquidity of the City, to compensate for temporary revenue losses and additional expenses due to the ongoing war and to support an existing client, is not associated with any new environmental or social (E&S) risks or impacts. The institutional capacity and resources of the company and the City to address Environmental, Social, Health and Safety ("ESHS") and Public Safety risks are strained.



Investment Description

- European Bank for Reconstruction and Development (EBRD)

A senior loan of up to EUR 50 million.

The loan will be co-financed by an investment grant of EUR 5 million from the EBRD Crisis Response Special Fund benefiting from the US government contribution.



Private Actors Description

Kyivteploenergo is the largest supplier of district heat and hot water in Ukraine. The company covers approximately 90% of thermal energy demand in Kyiv, and supplies heat to almost 3 mln of Kyiv city residents. The company manages two largest thermal power plants in Ukraine - CHP-5 and CHP-6 as well as the only waste incinerator "Energy" (waste-to-energy plant) and operates 2.7 thousand km of district heating networks.



Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	KyivTeploEnergo	Undisclosed	-



Contact Information

COMPANY CONTACT INFORMATION

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ACCESS TO INFORMATION

You can request information by emailing: accessinfo@ebrd.com or by using this electronic form:
<https://www.ebrd.com/eform/information-request>

ACCOUNTABILITY MECHANISM OF EBRD

The Project Complaint Mechanism (PCM) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an European Bank for Reconstruction and Development (EBRD)-financed project. If you submit a complaint to the PCM, it may assess compliance with EBRD's own policies and procedures to prevent harm to the environment or communities or it may assist you in resolving the problem that led to the complaint through a dialogue with those implementing the project. Additionally, the PCM has the authority to recommend a project be suspended in the event that harm is imminent.

You can contact the PCM at: pcm@ebrd.com or you can submit a complaint online using an online form at:
http://www.ebrd.com/eform/pcm/complaint_form?language=en

You can learn more about the PCM and how to file a complaint at: <http://www.ebrd.com/work-with-us/project-finance/project-complaint-mechanism.html>



Other Related Projects

- EBRD-53662 Resilience and Livelihoods Framework