Early Warning System

IADB-CO-L1237

National Program to Ensure Sustainable and Efficient Energy Supply, Phase II

Quick Facts

Countries	Colombia
Financial Institutions	Inter-American Development Bank (IADB)
Status	Closed
Bank Risk Rating	B
Voting Date	2019-04-24
Borrower	Government of Colombia
Sectors	Energy, Law and Government
Investment Type(s)	Loan
Investment Amount (USD)	$ 600.00 million
Loan Amount (USD)	$ 600.00 million
Project Cost (USD)	$ 600.00 million

Project Description

The general objective is to contribute to the sustainability of Colombia's energy sector through policy reforms that will ensure the efficient supply of electric power in the National Interconnected System (the national grid) and the non-interconnected zones, to reduce the sector's vulnerability to the effects of climate change and increase access to electric power. The specific objectives are to: (i) ensure a macroeconomic setting consistent with the program's objectives; (ii) help guarantee energy supply from the national grid by diversifying the energy matrix with non conventional renewable energy sources and increasing international trade in energy, while establishing measures to increase and guarantee the supply of natural gas for power generation, to manage energy demand, and to optimize the functioning of the wholesale energy market; and (iii) promote access to energy in the non-interconnected zones through the use of non conventional renewable energy sources.This operation is the second of two consecutive independent but technically linked loan operations being financed under the programmatic policy-based loan modality.

The two components of the project are:

Component I. Macroeconomic stability. The objective of this component is tomaintain a macroeconomic setting consistent with the program’s objectives, asestablished in the Policy Matrix and the Sector Policy Letter.

Component II. Support for the reliability of power supply from the national grid. The objective of this component is to help ensure a reliable, efficient, and sustainable power supply by: (i) diversifying the energy matrix with NCRE and increasing international energy exchanges; (ii) strengthening the functioning of the wholesale energy market with measures to increase and ensure a reliable supply of natural gas for electricity generation and to manage demand; and (iii) strengthening the gender focus in the sector. This component’s measures and actions are aligned with the government’s strategy to diversify the energy matrix with NCRE, ensure the grid’s reliability by strengthening internationalinterconnections, and launch policies and projects that guarantee the reliability of natural gas supply for the power sector, implementation of demand management measures, and strengthening and modernization of the regulatory framework for the wholesale energy market.

Investment Description

- Inter-American Development Bank (IADB)

Contact Information

ACCOUNTABILITY MECHANISM OF IADB

The Independent Consultation and Investigation Mechanism (MICI) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an Inter-American Development Bank (IDB) or Inter-American Investment Corporation (IIC)-funded project. If you submit a complaint to MICI, they may assist you in addressing the problems you raised through a dispute-resolution process with those implementing the project and/or through an investigation to assess whether the IDB or IIC is following its own policies for preventing or mitigating harm to people or the environment. You can submit a complaint by sending an email to MICI@iadb.org. You can learn more about the MICI and how to file a complaint at http://www.iadb.org/en/mici/mici,1752.html (in English) or http://www.iadb.org/es/mici/mici,1752.html (Spanish).

Bank Documents

- Colombia. Loan proposal for the National Program to Ensure a Sustainable and Efficient Energy Suppl
- Carta de Política.pdf
- Colombia. Propuesta de préstamo para el Programa Nacional para Asegurar un Suministro de Energía Sos
- EASE.pdf
- Informe Avance de las Reformas de Política.docx
- Informe Final BID Apoyo Programa Nacional Energia.pdf
- Matriz Comparativa de los Cambios en las Condiciones.docx
- Matriz de Medios de Verificación.docx
- Matriz de Resultados.docx