EU4ENERGY GOVERNANCE IN AZERBAIJAN

High Level Energy Efficiency RoundTable
Baku, 15 March 2018

Funded under the EU4Energy Initiative of the European Union
**EU4ENERGY INITIATIVE**

- **Support sound elaboration and implementation of evidence-based energy policies**
- **Strengthen the legislative and regulatory framework in the energy sector**
- **Identification of priority energy infrastructure projects**
- **Improved regional cooperation and better communication between EU and partner countries**
- **Improve energy supply, security and connectivity**
**.Component I - Energy Data**

**Component II - Policy Pathways**

**Component IV - Web Portal**

**Component III - Governance**

**Component V - Visibility and Communications**

**European Commission**

**EU Neighbours**

**IEA**

**International Energy Agency**

**Energy Community**

**EU4Energy**
Component 3 - EU4Energy Governance

- Support to implement policy recommendations
- Strengthen the technical and administrative capacity in key Ministries and Agencies
- Improve the legislative and regulatory environment
- Improve cross-ministerial coordination and public consultation process
- Enhance the investment climate
Inception phase - Baseline Assessment

- Energy efficiency
- Renewable energy
- Policy, legislative and regulatory framework
- Investment climate
- Electricity and gas markets
- Institutional framework
EU4Energy technical assistance

- Short-term technical assistance assignments on the specific agreed activities
- High-level international expertise
- Secondment programme
- Workshops, seminars and training programmes on-the-ground
- Tailored guidelines and manuals on EU policy best practices
## Priority Areas

<table>
<thead>
<tr>
<th></th>
<th>Energy Efficiency</th>
<th>Electricity market</th>
<th>Investment climate</th>
<th>Strategic Planning</th>
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<tbody>
<tr>
<td>Azerbaijan</td>
<td>✓</td>
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- ✓ Concrete policy recommendations made to partner country
- ✓ Area is included in Multi annual work programme based on specific country request
- ✓ Activities ongoing in 2017
### Azerbaijan - 2017 work programme

**Support the elaboration of legislation on energy efficiency in line with best EU practice**

<table>
<thead>
<tr>
<th>Month</th>
<th>Action</th>
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<tbody>
<tr>
<td>May 2017</td>
<td>Inter-Ministerial working group established First meeting to agree on Law’s structure and coverage</td>
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<td>July 2017</td>
<td>First Draft Energy Saving and Energy Efficiency Law provided to the Ministry of Energy</td>
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<td>October 2017</td>
<td>National Capacity Building Workshop on Energy Efficiency Second meeting of the Working group</td>
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<td>December 2017</td>
<td>Revised draft of the Energy Efficiency Law submitted</td>
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<td>January-February 2018</td>
<td>Stakeholders consultations ongoing</td>
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<tr>
<td>15 March 2018</td>
<td>Final draft Law submitted</td>
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Energy efficiency

Energy security
- Reduced demand
- Increase energy export potential

Competitiveness
- Energy intensity
- Industrial productivity
- Cost reduction

Environment and climate change
- Emissions reduction
- Int. obligations fulfilment

Health
- Energy poverty
- Local air pollution
- Indoor climate

Employment
- New jobs
- New business opportunities
2018-2019 draft work programme

Support the elaboration of legislation on energy efficiency in line with best EU practice

- Facilitate adoption of Law on energy efficiency

Provide guidance to the process of Long term energy strategy development

- Initiate discussion on a Long term energy strategy goals in line with priorities set in the Strategic roadmaps
- Develop Energy Strategy Concept and Road map

Enhance the investment climate by identifying the existing legal and regulatory risks

- Provide set of indicators assessing legal and regulatory risks
EU4Energy Governance

EU4Energy is a new European Union initiative to help the EU’s partners in the Eastern Partnership sector to develop energy policies. It is designed to support energy policy-making in the six countries that make up the Eastern Partnership (EAP) region: Armenia, Azerbaijan, Belarus, Georgia, Moldova, and Ukraine. The objective is to support partner countries in reducing their energy dependence and increase the reliability of their infrastructure and open new opportunities for efficient low-carbon economies that advance climate change goals.

The Energy Charter Secretariat is tasked as an implementing partner, along with other EU bodies such as the European Investment Bank and the European Bank for Reconstruction and Development. The secretariat works closely with the EU Delegation to the country in question to help design and implement the programme.

The programme aims to:
- Support the development of energy policies and strategies
- Facilitate the implementation of energy projects
- Promote energy efficiency and renewable energy sources
- Enhance cooperation between EU countries and EAP countries

EU4Energy is part of the EU’s broader strategy for the Eastern Partnership, which seeks to strengthen cooperation and build mutual trust between the EU and its eastern neighbours. The programme is funded by the European Union.