

TACIS Programme

Provision of assistance to the Partner States in
Eastern Europe and Central Asia

**Council Regulation of 29 December 1999
Covers 2000-2006**

“A Programme to promote the transition to a market economy”

TACIS Sources of assistance to Turkmenistan

■ Regional Cooperation:

Armenia, Azerbaijan, Belarus, Georgia, Moldova, Russia, Ukraine, Kazakhstan, Kyrgyzstan, Tajikistan, **Turkmenistan**, Uzbekistan

■ Central Asia Cooperation:

Kazakhstan, Kyrgyzstan, Tajikistan, **Turkmenistan**, Uzbekistan

In the field of energy the assistance is coordinated through the **INOGATE** programme

INOGATE



- **Interstate Oil and Gas Transport to Europe**
- **Aiming at promoting the regional integration of the pipeline systems and facilitating the transport of oil and gas both within the greater NIS region and towards the export markets of Europe**
- **21 participating countries, which have signed the INOGATE Umbrella Agreement**
- **Turkmenistan signed the Umbrella Agreement on the 22nd of July 1999**

Main INOGATE achievements

- More than **€ 50 millions** financed by EU since '95
- Construction of **9 border-crossing fiscal gas metering stations**
- Eastern Europe **Regional Metrological Centre** for Natural Gas (co-financed with Ukraine)
- **Audit** of the regional gas network (estimation of needed rehabilitation investments: € 5 milliards)
- Gas **interconnection** accord between **Greece and Turkey** for the gas transit towards Europe

INOGATE orientations



- Go regional: better support the beneficiaries by creating **2 INOGATE regional offices** in Caucasus and Central Asia
- Investment focus: emphasis on **preparation of feasibility studies** for suitable projects
- IFI alignment: facilitate project finance and close **collaboration with IFIs**
- Transfer of know-how: **transfer skills** for identifying and developing bankable investment projects

Assistance Programming



■ **Strategy Papers:**

They define the long-term objectives for cooperation and identify the strategic priorities and the specific fields of action

■ **Multi-annual Indicative Programmes:**

Based on the strategy papers, they contain a description of sectoral and cross-cutting issues, specific objectives, expected results and budget

■ **Action Programmes:**

Adopted on an annual or biannual basis, they include a list of projects to be financed

Action Programs

1. Prepared by EuropeAid
(INOGATE secretariat / NCUs / National Energy Authorities)
2. Agreed by the TACIS Committee
3. Adopted by the European Commission



Signature of **FINANCING AGREEMENTS**
between the Commission and each Partner State

The Financing Agreements enter into force when signed by a minimum of 2 partner countries.

Countries may only benefit from projects once they have countersigned the Financing Agreement

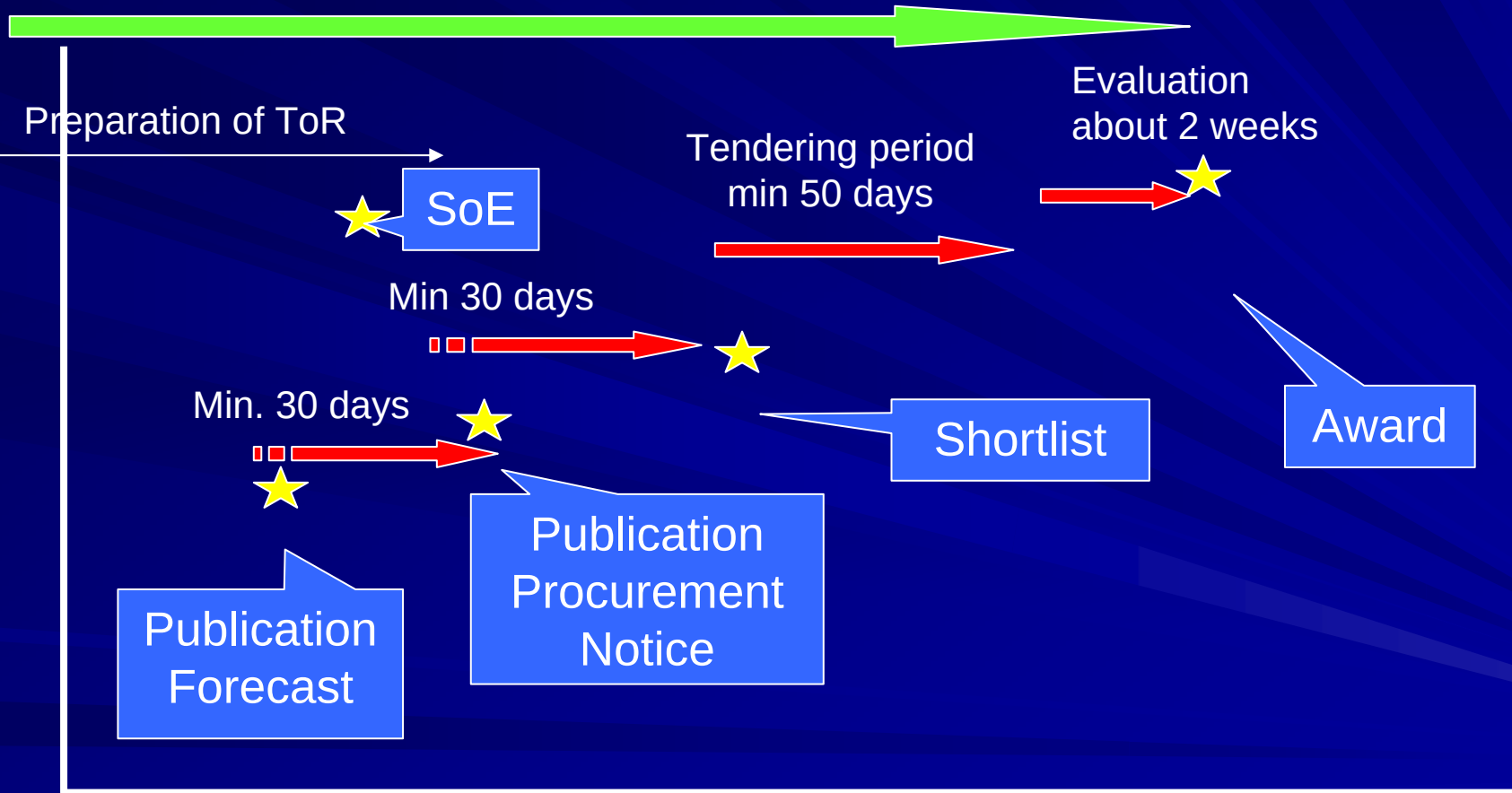
From a Project to a Contract



- Preparation of the Terms of Reference
- Endorsement of the Terms of Reference
(by the beneficiaries – SoE)
- Launch of the **tendering procedure**
- Award of contract
- Project implementation

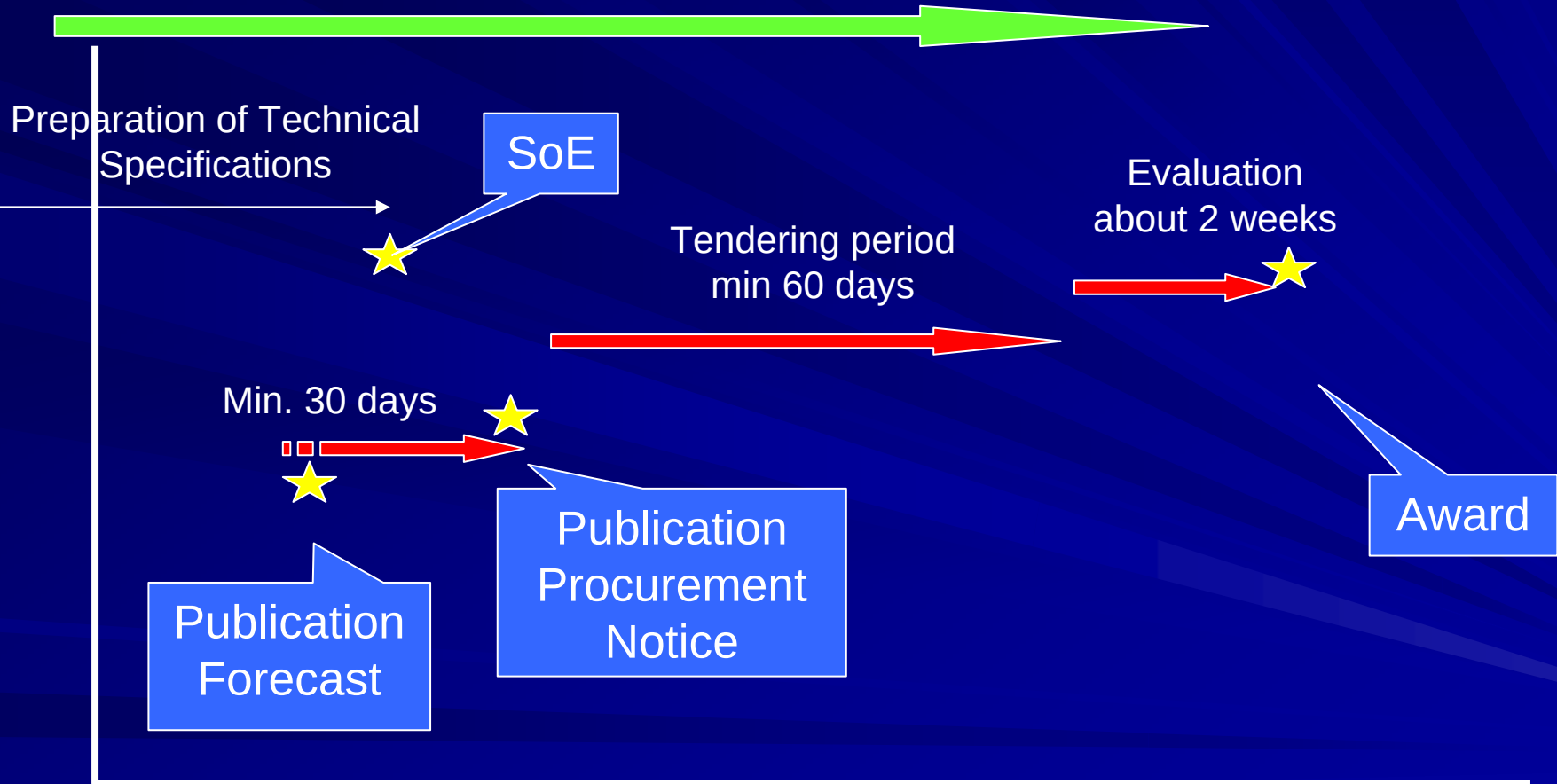
International Restricted Tender Procedure for Service Contracts ≥ 200.000 €

Procedure takes about 8 months



International Tender Procedure for Supply Contracts ≥ 200.000 €

Procedure takes about 7 months



Energy projects concerning

Turkmenistan



Projects Central Asia – AP2002



➤ Technical Audit of oil and gas pipelines

Budget: € 2.000.000

Transfer of know-how on technologies for the knowledge of energy network in terms of capacity and physical condition; through the audit of a selected section of the export pipeline system and the development of a data collection program.

- The tender has been launched and the contract is expected to be signed in April 2005.
- Turkmengaz has endorsed the ToR

Projects Central Asia – AP2003



➤ Gas pipelines diagnostic Mobile Laboratory

Budget: € 700.000

The project consists of the provision to Turkmengaz of a gas pipelines diagnostic mobile laboratory, to be installed in a truck.

- The revised Technical Specification are under preparation. The contract is expected to be signed in November 2005

Projects Central Asia – AP2004



➤ **Rapid-response Expert Facility for Developing Gas Supplies and Interstate Transportation in Central Asia**

Budget: € 2.500.000

Assistance to the beneficiaries in carrying out small-scale studies and surveys, pre-feasibility studies, and business plans for attracting IFI project financing.

- **ToR are ready. SoE will be requested by summer 2005.**
- **Contract is expected to be signed in October 2005**

➤ **Development of coordinated national energy policies**

Budget: € 2.000.000

Assistance in the preparation of National Energy Policies.

- **ToR to be prepared.**

Projects Regional – AP2003



➤ Development of Maintenance practices in NIS gas companies

Budget: € 2.000.000

To promote the modernisation of maintenance policies and practices in the gas companies of the participating countries

- The Procurement Notice has been published. The contract is expected to be signed in June 2005.
- Turkmengaz has endorsed the ToR

➤ Pre-feasibility studies for developing the gas transit interconnection in Caucasus and Central Asia

Budget: € 1.700.000

Preparation of a number of pre-feasibility studies, with a view to potential follow-up investment.

- ToR are being finalised. SoE will be requested by summer 2005

Projects Regional – AP2003



➤ Satellite monitoring and accident prevention (Phase II)

Budget: € 800.000

Elaborate a follow-up feasibility study and implementation plan for developing a Satellite Monitoring System for Accident Prevention and Infrastructure Surveillance in the Gas Sector in a specific region in the NIS (to be selected).

➤ ToR to be prepared.

Projects Regional – AP2004



➤ INOGATE Regional Technical Secretariat

Budget: € 3.000.000

Consolidation of the already operational INOGATE Technical Secretariat in Kiev.

- **ToR are ready. SoE will be requested by summer 2005.**
- **The contract is expected to be signed in October 2005**

Useful addresses

- **EuropeAid – Cooperation Office**
<http://www.europa.eu.int/comm/europeaid>
- **EC External Relations Directorate General**
http://europa.eu.int/comm/dgs/external_relations/
- **EC Energy and Transport Directorate General**
http://europa.eu.int/comm/dgs/energy_transport/
- **INOATE**
<http://www.inogate.org>

Thank you for your attention