PPA TRANSPARENCY PRESENTATION
EITI AND ENERGY TRANSITION
DECEMBER 2022

RUSHAIYA IBRAHIM-TANKO
Project director (PPA transparency)
Energy for Growth Hub
WHY CONTRACT TRANSPARENCY IN THE ENERGY SECTOR?

Big Risks of Contract Secrecy in the Power Sector:

- Energy transition and JET-P huge financial inflows (South Africa, Senegal)
- Higher investment risks & delayed project further impacting access (renegotiating PPAs- Kenya, Ghana). Lack of data for new investors
- Potential hidden debt & crippling national economies (Ghana, Zambia)
- Competitive procurement without public contracts is not enough (South Africa)
WHY CONTRACT TRANSPARENCY IN THE ENERGY SECTOR?

Our Proposal:

● Greater disclosure of power project contracts will improve sector governance, attract sustainable investment, and help to encourage a culture of transparency and competitive markets.

● In addition to the PPA itself, publicly-available data should disclose core details of the PPA
  a. Basic information released upon signing
  b. Contract terms released within one year of commencement of operations, including payments

● Governments should agree to publish PPAs/contracts with any public obligation

● Funders & private companies also agree to minimum disclosure standards.
WHY IS THIS RELEVANT TO EITI IMPLEMENTING COUNTRIES & MSG

- Low-carbon power generation and electrification are having a profound impact on the demand for transition minerals.

- The energy transition in many developing countries will be impacted by lack of transparency and accountability.
  - rushed public procurement for RE power plants
  - new channels for corruption.

- Opportunity to improve governance frameworks and transparency:
  - Data availability
  - attract investment in mineral extraction & RE energy technologies

- EITI already mandates contract transparency. MSG is an existing platform for engagement and addressing issues.

- Extractives companies implementing EITI already transitioning to RE projects
WHAT HAVE WE DONE SO FAR:

- Website [www.ppawatch.org](http://www.ppawatch.org) dedicated to this issue
- Research and data gathering: case studies to understand country context
- Piloting country engagements in Zambia, Malawi, Indonesia

WHAT CAN YOU DO?

- Visit [www.ppawatch.org](http://www.ppawatch.org) & [www.energyforgrowth.org](http://www.energyforgrowth.org) for more information
- Contact rushaiya@energyforgrowth.org
- Click [here for our White Paper](#)
- Comments, questions, feedback?