Energy Development in Saint Lucia: Challenges and Opportunities

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Major Developments in the Energy Sector

*1999-COP 5 -declaration to become "Sustainable Energy Demonstration Country" by 2008-2012

***2001** -National Sustainable Energy Plan

*2004-Greenpaper on National Energy Policy

St.Lucia's Sustainable Energy Plan

- *Adequate energy supplies to sustain economic development
- Stability, Reliability and Security of energy supply
- Energy Efficiency and Conservation
- *****Investment in Energy
- Protection of local and global environments

Sustainable Energy Plan Targets

ELECTRICITY SECTOR TARGETS

Year	Target Peak Demand (% reduction from baseline)	Target Installed Capacity (% reduction from baseline)	Target Renewable Energy Installed (% of total installed capacity)	Diesel Fuel Consumption (% reduction from baseline)	GHG Emissions (% reduction from baseline)
2005	51 MW (5% reduction)	75 MW (5% reduction)	5 MW (7% of total)	436 579 barrels (12% reduction)	166 197 tons of carbon equiv. (12 % reduction)
2010	55.7MW (15% reduction)	77.4 MW (15% reduction)	17 MW (20% of total)	392 823 barrels (35% reduction)	149 539 tons of carbon equiv. (35 % reduction)

Today's Situation

- Current Installed capacity of 55.6MW and peak demand of 45MW
- *Total dependence on diesel-powered generators
- Transportation is fuelled mainly by gasoline and diesel
- Current Greenhouse Gas Emissions from the electricity sector -156,530 tons of CO₂

. Current Energy Initiatives

- Public Awareness and Education-e.g. National Energy Awareness Week
- Capacity building for energy auditing
- ***** Support for establishment of ESCOs
- ***** Efficient Lighting for Saint Lucia Project
- ***** Renewable Energy Projects
- CREDP
- Geothermal Development
- -LUCELEC's Pilot Wind Energy Project

Energy Policy Recommendations-1

Energy Supplies at the Least Economic Cost Through Public and Private Participation, Deregulation and Liberalisation

*** Diversification of Energy Base**

* Development of Indigenous Energy Resource Base and Ensuring Security of Energy Supplies

* Efficiency in Energy Production, Conversion and Efficient use of Energy

Energy Policy Recommendations-2

* Reduction of Adverse Environmental Effects and Pollution

Implementation of the Appropriate Pricing Policies

* Establishment of appropriate regulatory framework to protect the consumer and investors

Energy Policy –Issues to considered

Impacts of liberalisation and deregulation
IPP and Cogeneration
Price regulation and competition
Economic feasibility and Affordability concerns
Subsidies and taxation
Consumer protection

Energy Sector other challenges-1

***** Escalating prices at the pumps

*** Untuned financial sector**

Sourcing of energy efficient/ renewable energy products and high start –up costs

***** Insufficient Awareness/ Complacency

Energy Sector other challenges-2

*** Limited Research and Development** capabilities

*** Inadequate capacity (human and institutional)**

*** Resource mapping**

***** Transportation sector

Opportunities for Energy Sector-1

* Rising prices make alternative energy more attractive

★ Growing awareness of energy issues

* Regional initiatives (CREDP, ECGP etc)

Indigenous Geothermal, Solar, Biomass and Wind resources **Opportunities for Energy Sector-2**

*Applications in transport, tourism and agriculture sectors

*Policy and legislation support

*****Education and capacity building



Thank You