

## **COVID-19 AND INFRASTRUCTURE REACTIVATION: PERU CONDUCTS PUBLIC CALL FOR CHINCHA NUEVA AND NAZCA SUBSTATIONS**

Proinversión has published the call for the concession of two electric line transmission projects under the form of a comprehensive tender for the design, financing, construction, operation and maintenance of the Chincha Nueva (220/60 kV) and Nazca Nueva (220/60) substations and the transmission lines that allow the following connections:

### **1. "Chincha Nueva 220/60 kV" substation**

- On the 220 kV side it will be connected to the L-2208 line.
- On the 60 kV side, it will be connected to (i) the 60/10 kV Pueblo Nuevo Substation, (ii) the 60/10 kV El Pedregal Substation, and (iii) the 60/10 kV El Carmen Substation.

### **2. "Nazca Nueva 220/60 kV" substation**

- On the 220 kV side it will be connected to the L-2211 line.
- On the 60 kV side it will be connected to (i) the 60/10 kV Nazca Substation, and (ii) the 60/10 kV Palpa Substation.

These projects are part of the "Strategic Plan and Portfolio 2020-2021" project portfolio.

Following is some relevant information on the projects:

- 1. Grantor entity:** Ministry of Energy and Mines.
- 2. Regulator:** Supervising Agency for Investment in Energy and Mines – OSINERGMIN.
- 3. Projects modality:** Self-financed. They will be financed with the transmission toll that is included in the electricity rates that are paid by users within the demand area.
- 4. Concession term:** 30 years plus the construction period, which is estimated to be 30 months per project.
- 5. Competition factor:** Lower Total Service Cost, which will be calculated under the annual amount of the investment plus the annual O&M cost of each project.
- 6. Investment amount of the “220/60 kV Chincha Nueva Substation” project:** USD21,040,000.
- 7. Investment amount of the “220/60 kV Nazca Nueva Substation” project:** USD19,523,000.
- 8. Attractive Issues:** Possibility of accessing the legal stability regimen and early recovery of Value Added Tax.
- 9. Ownership of the concessions’ assets:** The concessionaire will be the owner of the assets of the concession during the term of the project, after which the ownership will be transferred to the Peruvian State.

Following are some dates to take into account during the first stage of the competition:

Event	Deadline
Comments on the initial version of the contracts	Until May 22, 2020
Inquiries concerning the concession rules	Until July 31, 2020
Payment of the participation fee	Until August 25, 2020
Submission of qualification request	Until September 4, 2020

# Rebaza, Alcázar & De Las Casas

The contest rules can be accessed online and the initial version of the contracts to be awarded are at the following link:

<https://www.proyectosapp.pe/modulos/JER/PlantillaProyecto.aspx?ARE=0&PFL=2&JER=8737&SEC=22>

For additional information on the legal framework or advice in this regard, you may contact:

Luis Miguel Elías

[luismiguel.elias@rebaza-alcazar.com](mailto:luismiguel.elias@rebaza-alcazar.com)

Ana María Sánchez

[anamaria.sanchez@rebaza-alcazar.com](mailto:anamaria.sanchez@rebaza-alcazar.com)