

SELDI

South-East Europe Leadership
for Development and Integrity

Best Practice in Analyzing the Gaps in the Energy Governance and Achieving Policy Change: Investigative Reporting in Bosnia and Herzegovina



This project is funded by the European Union

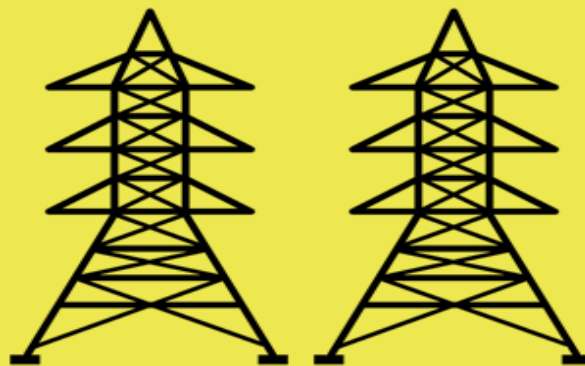
Instrument for Pre-accession Assistance (IPA) Civil Society Facility (CSF)

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A project implemented
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The energy sector in BiH is considered its greatest long-term development potential...



156.918.871,77 KM

Tokom protekle četiri godine u procesu javnih nabavki sklopljeno je 39.178 ugovora. Najveći ugovor potpisala je **Elektroprivreda HZ HB**. Plativši navedeni iznos, kupila je za svoje potrebe tokom 2012. **struju** od firmi Rudnap, Banja Luka, i Rudnap Group, Beograd.

www.cin.ba/javnenabavke

Sources of Energy

- hydro power (significant opportunities for potential investors, and those opportunities are mostly related to infrastructural projects on Drina, Neretva, Bosna, Una, Trebisnjica and Vrbas river, but also to the development of over 200 small hydropower plants on other rivers)
- thermal power (six billion tons of coal reserves)
- renewable sources (wind, solar, biomass, and geothermal energy) in the Balkans, and they are 30% higher than the EU average.

International Obligations

- Creating stable and singular regulatory framework and market space that ensures reliable energy supply and attracts investments in the electricity and gas sectors. In addition, it assumes development of alternative sources of gas supply and improvement of environment, through implementation of energy efficiency and utilization of renewable sources.
- BiH made a limited progress in fulfilling requirements of the Treaty. The complexity of the administrative structure, divisions of jurisdictions within the sector, along with the lack of political will result in the country's failure to meet its commitments.

Reality Check

- Energy Finance team (EFT) investment in Thermo Power Plant in Stanari, Dobož area
- RS Government changed legal framework to accommodate investment, promoted as bust of local economy
- Investment scheme:
 - Chinese development Bank loan to EFT **(350milE)**
 - EFT mortgage worth **(670milE)**
 - EFT investment worth **(10milE)**
 - Land worth **(12.5milE)**
 - + 100 million tons of lignite **(3.5bilE)**

Reality Check

- According to CIN research, EFT sold 16milE worth of lignite to BiH companies in period 2011 - 2014
- Out of this amount, 13milE worth of lignite was purchased by Electric company (Elektroprivreda BiH)

Mapping Exercise of CIN



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Thank you !

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