

Contents

1 SUMMARY 12

1.1 Indirect effects..... 14

1.2 Quantification of social benefits..... 15

2 INTRODUCTION..... 16

2.1 Identification and analysis of options 19

2.1.1 General technical indicators of business 23

3 BOSNIA AND HERZEGOVINA 26

3.1 Basic data and assessments of economic development 26

3.2 Economic indicators of the Federation of Bosnia and Herzegovina .32

3.3 Climate..... 35

4 MAPPING OF ENERGY INFRASTRUCTURE BETWEEN BIH AND
NEIGHBOURING COUNTRIES 37

4.1 BiH electricity system and connections with neighbouring countries
37

4.1.1 Electricity production and consumption in BiH 42

4.1.2 The need for modernization of the electricity network and
increase of connections capacity to power systems – Southern
Interconnection..... 51

4.1.3 Demand analysis 56

4.1.4 Available technological solutions..... 57

4.2 Gas system of BiH and connection with neighbouring countries 57

4.2.1 Demand analysis 60

4.2.2 Available technological solutions..... 60

4.2.3 Pipeline construction plan (including infrastructure utilization)61

4.2.4 Gas consumption in BiH 62

4.2.5 New Eastern (Gas) Interconnection 65

4.2.6	Southern (gas) Interconnection	67
4.2.7	Analysis of the feasibility of the gas interconnection project ...	73
4.2.8	Moldovan example of good practice and Euro-Atlantic partnership: Iasi-Ungheni-Chisinau Gas Pipeline	75
4.3	BiH oil pipeline system and connectivity with neighbouring countries 82	
4.3.1	The need for the construction of a new oil pipeline or supply route for BiH	85
4.4	Connectivity of BiH with neighbouring countries for the purpose of coal and coke supply	86
4.4.1	Coal production and consumption in BiH	86
5	ENERGY SYSTEM OF BOSNIA AND HERZEGOVINA.....	89
5.1	Competent institutions, capacities and development plans	89
5.1.1	Electrical energy	89
5.1.2	Gas.....	120
5.1.3	Oil	132
5.2	Legislative framework	142
5.2.1	Law on Transmission of electric power, Regulator and System Operator of Bosnia and Herzegovina (2002)	142
5.2.2	Law Establishing an Independent System Operator for the Transmission System of Bosnia and Herzegovina (2004)	145
5.2.3	Law on Energy and Regulation of Energy Activities of the Federation of Bosnia and Herzegovina (2022)	147
5.2.4	Law on Electricity of the Federation of Bosnia and Herzegovina (2013, 2015, 2019, 2022).....	149
5.2.5	Law on Petroleum Products of the Federation of Bosnia and Herzegovina (2014).....	151
5.2.6	Law on Energy of the Republika Srpska	152

5.2.7	Law on Electricity of the Republika Srpska	153
5.2.8	Draft Law on Gas of the Federation of Bosnia and Herzegovina (2014)	154
5.2.9	Law on Gas of the Republika Srpska (2021.)	157
5.2.10	Law on Petroleum Products in the Federation of Bosnia and Herzegovina (2014)	158
5.2.11	Law on Oil and Petroleum Products of the Republika Srpska (2012)	161
6	CHALLENGES OF ENERGY TRANSITION: PUBLIC OPINION RESEARCH IN BOSNIA AND HERZEGOVINA	164
6.1	Introduction	164
6.2	Energy policy and the public in Bosnia and Herzegovina	169
6.3	Perception of challenges and potential solutions to the energy situation in BiH	178
7	DATA SOURCES AND LITERATURE	189