

**INTERNATIONAL FINANCE CORPORATION**

**RENEWABLE ENERGY POLICY IN  
BOSNIA AND HERZEGOVINA**

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# Legal Framework

## **Laws and regulations at the State level :**

- **Law on Transmission of Electric Power, Regulator and System Operator of Bosnia and Herzegovina (Official Gazette of BiH No.7/02);**
- **Law Establishing an Independent System Operator for the Transmission System of Bosnia and Herzegovina (Official Gazette of BiH No. 35/04);**
- **Law Establishing the Company for the Transmission of Electric Power in Bosnia and Herzegovina (Official Gazette of BiH No. 35/04);**
- **Connection Rules of SERC ( Market Ruls and Grid Cod);**
- **Law on Concessions BiH (Official Gazette of BiH No. 32/02) .**

# Legal Framework

## Laws and regulations at Federation of BiH :

- **Law on Electricity (Official Gazette FBiH No. 41/02; 38/05);**
- **Low on Application of Tariff System (Official Gazette FBiH No. 06/04);**
- **Law on Concessions (Official Gazette FBiH No. 40/02, 61/06);**
- **Law on Physical Planning and Land Usage on the Level of FBiH (Official Gazette FBiH No. 2/06);**
- **Law on Environmental Protection (Official Gazette FBiH No. 33/03);**
- **Law on Air Protection (Official Gazette FBiH No. 33/03);**
- **Law on Water resources (Official Gazette FBiH No. 70/06 );**
- **Law on Water Protection (Official Gazette FBiH No. 33/03);**
- **Law on Nature Protection (Official Gazette FBiH No. 33/03);**
- **General Condition for Electricity Supply;**
- **Decision about a Methodology for the Determination of Purchase Prices for Electricity from Renewable Sources with Installed Power up to 5 MW (Official Gazette of FBiH No. 32/02);**
- **Strategic Plan and Program of Energy Sector Development in the Federation of Bosnia and Herzegovina - 2009;**
- **Grid rules distribution.**

## Further activities

- **Law on Energy – new;**
- **Law on Electricity in Federation BiH- final draft;**
- **Ordinance of the using of renewable sources energy at Federation BiH -draft**
- **Law on Concessions in Federation BiH – exchange and amendment.**

## Identified barriers in RES development

- **Non-existence of Energy policy and Strategy Responsibilities on RES are given to multiple authorities;**
- **There is no appointed body for issuing guarantees of origin at the state level, while at the Entity level Regulatory Commissions issue the Certificate of origin for electricity generated in generation facilities from renewable sources or in effective co-generation;**
- **Lack of promotion and education increase of public awareness;**
- **To make rules related: The investment funds to incentive production electricity from RES, purchase and feed-in tariffs (special wind energy), operator market, guarantees of origin of electricity produced from renewable energy sources, green certificates.**

# Identified barriers in RES development

- **Lack of information for certain potential investors**
- **Lack of single control and monitoring of awarded concessions and deadlines for construction commencement**
- **Problems with connection on distribution grid because of its under development in the areas where plants are built**
- **We expect even bigger problems with connection of wind farms on transmission grid because it is questionable if BIH power system is able to accept projected capacities.**

**THANK YOU FOR YOUR  
ATTENTION**