

BASE

Baselines for **A**ccession **S**tates in **E**urope

SLOVENIA

National Electricity Sector Baseline

Marjan Seliškar, ISPO consulting

Background in SLOVENIA

- The UNFCCC focal point in Slovenia is the Ministry of the Environment and Spatial planning (Environmental Agency), who are also responsible for national reporting
- The Framework for JI in Slovenia is still in its initial stage because there have been no JI projects
- Draft national criteria for JI projects have been prepared through the BASE project
- A new Working group “JI/CDM Expert group” has been established by the Ministry of the Environment and Spatial Planning
- The baseline scenario for Slovenia has been done
- The national short term and long term electricity plan is made by electricity sector model
- No baseline methodologies have been applied in Slovenia until now
- There are currently no requirements for baseline development.

Government Preferences

- Slovene government have no experience in JI projects and baseline definition until now
- Government does not have any specific requirements for baseline definition
- Key national stakeholders on JI have quite a lot of interest, mainly as investors
- Government is keen to apply the additionality rule strictly in that projects have to prove that they would not have happened without ERU's
- The most likely project types to be implemented under JI in Slovenia are: energy efficiency projects, projects of switching to renewable energy, energy saving projects and CHP and district heating reconstruction projects.

Model Selection

- In Slovenia the reference energy model MESAP is used in combination with the electricity sector optimisation model ELBIVIM,
- Compared to other models, MESAP with ELBIVIM has proven to be most adequate for small and specific power systems of the Slovenian type.
- The model is already used for many years
- The model is used by the Ministry of Environment, Energy office and by power plants.
- The model has been used in the definition of the National energy strategy, least cost developments plans and the National Communication
- Capabilities are quite the same in comparison with other methodologies and the other requirements. A question could be calculation of CO₂ emissions by plant and by technology

Methodology Selection

- The Slovene Government has selected the average emissions rate of the electricity sector as an acceptable methodology and in principal hydro and nuclear may be excluded
- The main reason why this methodology was chosen is because Slovenia is a small and specific power systems.
- The data for this methodology are available

Overview of Electricity Sector

- **Structure of supply side**

Installed Capacities of PPs in Slovenia

- Thermal 39%
 - Hydro 31%
 - Nuclear 26%
 - Rest 5%
- **Ownership:** All PPs are state owned, except small HP and wood biomass CHP
- **The energy transmission network** belongs to the state-owned company.
- **Main energy policy:** The main goal of energy policy is to provide high quality and stable energy supply for consumers with the optimum prices and with minimised environmental impact.

Overview of Electricity Sector

- **The market structure for electricity:** **Regulator** on the partly liberalised Energy Sector is Energy Agency, established at the beginning of year 2001
- **Internal market** was opened in April 2001
- **External market** was partly opened in January 2003.
- **Electricity prices** are regulated; all changes in pricing have to be approved by the Energy Agency.
- On the **supply side** can participate all PP producers, if fulfilled the certain conditions and obtained the special production licence from the Energy Agency.
- **The national energy plan (NEP)** is prepared, but not yet adopted by the Slovene government.
- A part of the National energy plan is also National electricity plan, **National renewable strategy** with targets and a **National CHP strategy**.

Baseline Scenario

- **In the scenario are included:**
 - Planned closures and investments
 - Technology evolution in electric sector
 - Least cost developments plans
 - The national energy strategy
 - The national climate change strategy
 - National environmental requirements
 - European accession requirements
 - Agreed renewable target (5%)
 - National development plans

Baseline Projections

Installed Capacity (MW)

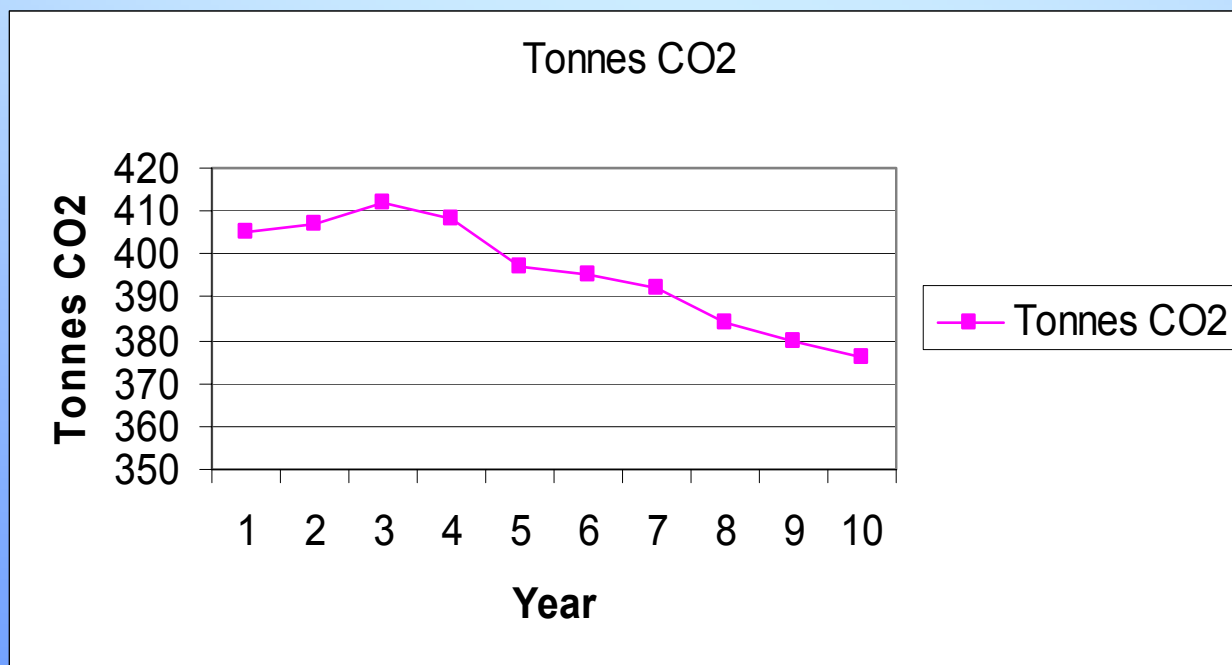
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Baseline Projections

Baseline Emissions Factors (tCO₂/GWh)

These factors are not official yet. This is a first draft and will be checked once again and corrected

2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
405	407	412	408	397	395	392	384	380	376	376



Validity and Update of Baseline

- The baseline will be fixed, but the period is yet to be decided
- Baseline revisions should be made when significant new investments or closures take place or when there are significant changes in fuel and energy prices
- The Slovene government should update the baseline for their own purposes every four years.
- The Ministry for the Environment, Spatial planning and Energy is responsible for the baseline and for the update of the baseline
- On the Ministry level they have agreed with the proposed baseline
- Difficulties: When the Baseline Emissions Factors will be calculated, could happen the discussion between different sectors