

## TABLE OF CONTENTS

1. EXECUTIVE SUMMARY AND KEY RECOMMENDATIONS.....	9
Executive summary.....	9
Key recommendations .....	14
<b>PART I POLICY ANALYSIS.....</b>	<b>15</b>
2. GENERAL ENERGY POLICY.....	17
Country overview.....	17
Supply and demand .....	18
Energy policy institutions.....	22
Key energy policy directions .....	24
Energy security.....	29
Regional initiatives.....	30
Market reforms.....	31
Energy prices, taxes and subsidies.....	31
Critique.....	33
Recommendations .....	36
3. ENERGY AND CLIMATE CHANGE .....	37
CO <sub>2</sub> emissions from fuel combustion.....	37
Targets and objectives .....	39
Emissions projections.....	40
Policies and measures.....	41
Air quality.....	44
Critique.....	45
Recommendations .....	47
4. ENERGY EFFICIENCY.....	49
Overview .....	49
Institutional framework .....	51
Policies and measures.....	52
Critique.....	55
Recommendations .....	58

<b>PART II SECTOR ANALYSIS</b> .....	<b>59</b>
5. RENEWABLE ENERGY.....	61
Supply and demand .....	61
Renewable energy potential and current use .....	64
Policies and measures.....	66
Grid access and stability.....	71
Critique.....	71
Recommendations .....	73
6. NATURAL GAS.....	75
Supply and demand .....	75
Industry structure .....	76
Market reform .....	77
Infrastructure.....	77
Gas security policy .....	79
Prices and tariffs .....	80
Critique.....	82
Recommendations .....	84
7. OIL.....	85
Supply, demand and imports.....	85
Infrastructure.....	87
Emergency response policy and emergency organisation .....	90
Emergency oil reserves .....	91
Prices and taxes .....	93
Critique.....	94
Recommendations .....	94
8. COAL .....	95
Supply and demand .....	95
Lignite mining.....	96
Coal-fired power plants .....	98
Coal policy and subsidies .....	99
Critique.....	100
Recommendations .....	100
9. ELECTRICITY .....	101
Supply and demand .....	101
Industry structure .....	104
Policy directions and regulatory framework.....	106
Network infrastructure and operations.....	108

Prices and tariffs .....	110
Critique.....	112
Recommendations .....	114
<b>10. HEAT .....</b>	<b>115</b>
Supply and demand .....	115
Market structure .....	118
Policy framework .....	118
Regulation .....	120
Prices.....	121
Critique.....	121
Recommendations .....	123
<b>11. NUCLEAR ENERGY.....</b>	<b>125</b>
Background .....	125
Institutional arrangements .....	125
Present status of nuclear power plants .....	126
Critique.....	128
Recommendations .....	129
<b>PART III ENERGY TECHNOLOGY.....</b>	<b>131</b>
<b>12. ENERGY TECHNOLOGY AND R&amp;D .....</b>	<b>133</b>
Research and development policy.....	133
Institutions .....	134
National R&D budget .....	135
Key research areas and selected projects.....	137
International collaboration .....	138
Critique.....	139
Recommendations .....	140
<b>PART IV ANNEXES .....</b>	<b>141</b>
ANNEX A: Organisation of the review .....	143
ANNEX B: Energy balances and key statistical data .....	147
ANNEX C: International Energy Agency “Shared Goals” .....	153
ANNEX D: Glossary and list of abbreviations .....	155

## List of figures, tables and boxes

### FIGURES

1. Map of the Slovak Republic .....	16
2. Total primary energy supply, 1993 to 2030.....	18
3. Breakdown of total primary energy supply in IEA member countries, 2010 .....	19
4. Domestic energy production by source, 1993 to 2010 .....	20
5. Total final energy consumption forecasts, 2010 to 2030 .....	21
6. Final energy use in the Slovak Republic, 1993 to 2009 .....	21
7. Final energy use in IEA countries, 2009.....	22
8. Administrations involved in energy policy and implementation.....	24
9. Average energy prices in the residential sector, 2010 .....	32
10. Average energy prices in the industry sector, 2010 .....	32
11. CO <sub>2</sub> emissions by fuel, 1993 to 2009 .....	38
12. CO <sub>2</sub> emissions by sector, 1993 to 2009 .....	38
13. Energy-related CO <sub>2</sub> emissions per GDP in the Slovak Republic and in other selected IEA member countries, 1993 to 2009.....	39
14. Projections of aggregated GHG emissions.....	40
15. Total final consumption by sector and by source, 1993 to 2009 .....	50
16. Energy intensity in the Slovak Republic and other selected IEA member countries, 1993 to 2010.....	51
17. Renewable energy as a percentage of total primary energy supply, 1993 to 2030.....	61
18. Electricity generation from renewable energy as a percentage of total generation in IEA member countries, 2010 .....	62
19. Gas supply by sector, 1993 to 2009.....	76
20. Natural gas infrastructure.....	78
21. Gas prices in IEA member countries, 2010 .....	81
22. Gas prices in the Slovak Republic, 1980 to 2010 .....	82
23. Oil supply by sector, 1993 to 2009 .....	86
24. Refinery output vs. demand in the Slovak Republic .....	87
25. Oil infrastructure in the Slovak Republic .....	88
26. Regional oil pipelines .....	89
27. Slovak compliance with stockholding obligations under the International Energy Program .....	92
28. Fuel prices in IEA member countries, second quarter 2011.....	93
29. Coal supply by sector, 1993 to 2009.....	96
30. Brown coal reserves.....	97
31. Estimated extraction of brown coal until 2030 .....	97
32. Gross electricity generation by source, 1993 to 2010.....	102
33. Electricity generation by source in IEA member countries, 2010 .....	102
34. Electricity demand by end-use sector, 1993 to 2009 .....	103
35. Cross-border power flows, 2010 .....	105
36. Slovak transmission system .....	109
37. Outlook for electricity production from renewable energy sources.....	110
38. Industrial electricity prices in IEA member countries, 2010.....	111

39. Residential electricity prices in IEA member countries, 2010 .....	111
40. Final energy use breakdown, 2009 .....	115
41. Heat consumption per capita in OECD countries, 2009 .....	116
42. Final energy use of heat by sector, 2009 .....	116
43. Fuel mix in final energy consumption of heat, 2009 .....	117
44. Gross heat production by plant type, 2009 .....	117
45. Gross heat production in the district heating system by source, 2009 .....	118
46. Government energy R&D expenditures, 2008 to 2010 .....	135
47. Government energy R&D budgets in IEA member countries, 2009 .....	136

## TABLES

1. Aggregated GHG emission projections by sector .....	41
2. Installed capacity for electricity generation from renewable energy sources in 2009 .....	63
3. National targets for renewable energy sources to 2020 .....	67
4. Feed-in tariffs .....	68
5. Obligatory share of renewables in transport fuels .....	71
6. Gas supplier switching .....	77
7. Oil demand in the Slovak Republic .....	86
8. Operating coal-fired power plants .....	98
9. Slovak generating capacity, production and capacity utilisation, 2009 .....	103
10. Nuclear power plants in the Slovak Republic .....	127
11. Government R&D expenditures by category, 2008 and 2009 .....	136

## BOXES

1. Extract from the <i>Government Manifesto: Energy</i> .....	28
2. IEA 25 Energy Efficiency Recommendations .....	56
3. Final energy consumption: statistical differences between IEA and EU data .....	67
4. What is a smart grid? .....	113