

Audit No. 15/02 – „State budget funds provided for support of energy savings“

The Aim of the Audit:

- ✓ to scrutinise the provision of finances to support the energy savings, including assessing the results achieved compared to the goals set and the funds used.

Type of audit:

- ✓ Compliance, Performance

Publication:

- ✓ January, 2016

Audited period:

- ✓ 2012 - 2014

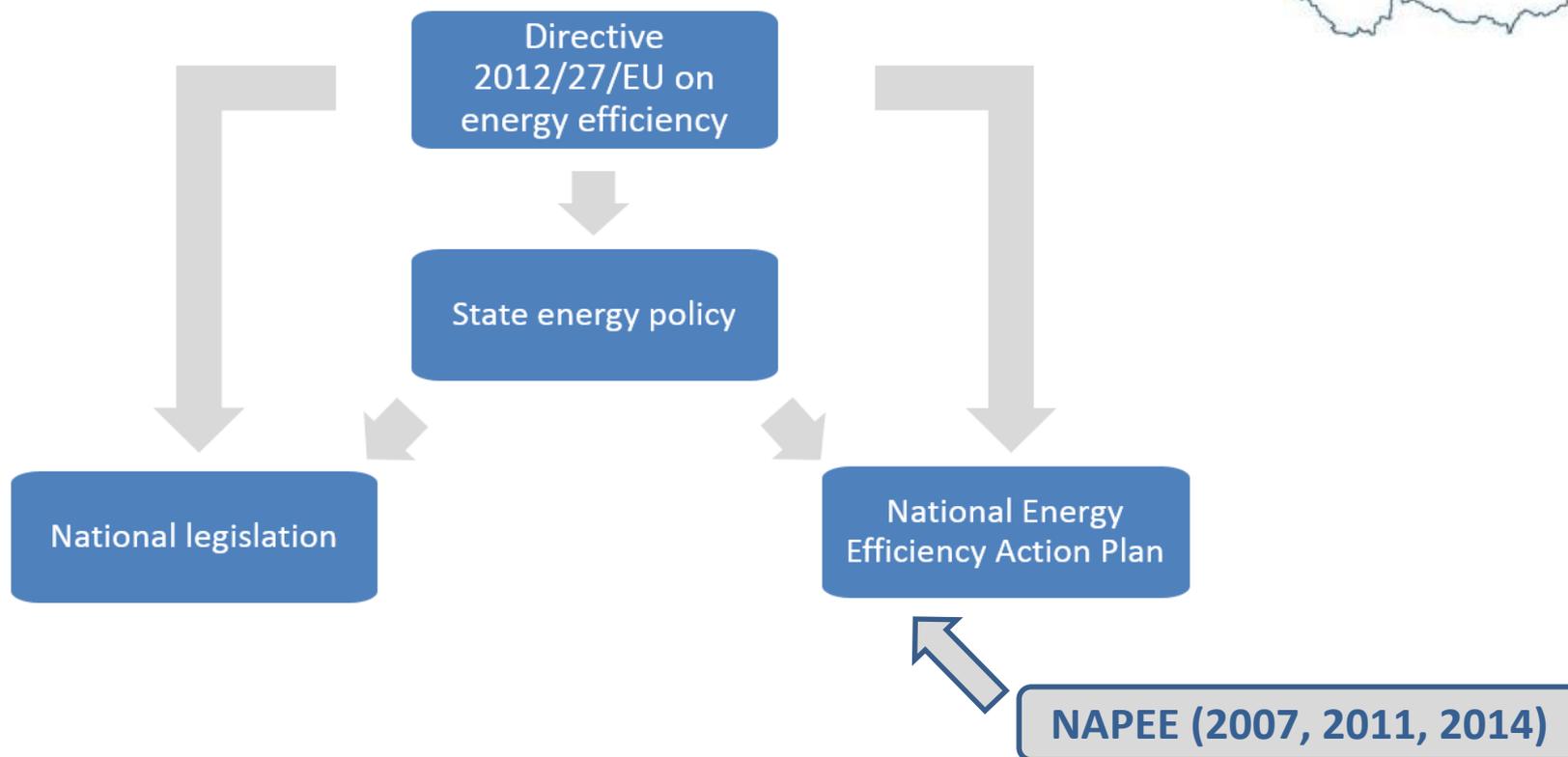
MoIT
MoE
MoRD

15 selected
beneficiaries

19 projects

over 34 mil. USD

Energy savings/efficiency in the Czech Republic



MoIT

- is central body of public administration for energy
- coordinates the preparation of legislation
- coordinates the implementation of European law
- Draws up the State Energy Policy (SEP) – strategic document for the next 30 years

MoE

- draws up the reports on the environment of the Czech Republic
- assess energy efficiency depending on GDP, according to the main sectors
- compares energy consumption per capita with other countries

MoRD

- main document is the Housing Policy Concept of the Czech Republic till 2020

The housing fund

corresponds in size to the European average

is obsolete in terms of construction

is obsolete in terms of energy

is under-invested

Energy savings/efficiency in Czech Republic



State energy policy

THE VARIOUS GOALS ARE:

- Maximising the effectiveness of energy use
- Maximising efficiency when acquiring and converting energy sources
- Maximising heat savings
- Maximising the efficiency of energy-consuming appliances
- Maximising the efficiency of distribution networks

Main audit findings – Audit No. 15/02

- The condition for fulfilling the target, i.e., attaining the planned savings in 2020 and cumulative savings for the period of 2014-2020, is an annual increase in savings in the period of 2015-2020 of 100% of the value of the savings attained in 2014.
- The method set up to monitor savings is not sufficient, as the monitored savings are achieved only in the case of two operational programmes. In all other cases, savings are not explicitly monitored using indicators or other parameters.



Main audit findings – Audit No. 15/02

- Article 5 of the EED “*Exemplary role of public bodies’ buildings*”

With regard to the speed that energy savings have been attained to date and the significant financial resources required, the fulfilment of the savings in the planned amount **will be problematic without additional sources of financings**, which have not been secured at this time.



Main audit findings – Audit No. 15/02

- ✓ Ministry of Industry and Trade awarded subsidies in contrary to the conditions of the call, and by doing so created **unfair conditions for the applicants**, and such approached cannot be considered a transparent way of deciding on the provision of financial resources from the State budget.
- ✓ In the case of selected beneficiaries, shortcomings were discovered in the **procurement procedure** and in reporting and paying out **ineligible expenditure**. Shortcomings discovered by the SAO audit at the beneficiaries **had no impact on achieving the stipulated targets of the projects.**

ineligible
expenditures
80 000 USD



