



Prishtina, 14 October 2016
ERO Code: V_848_2016

The Board of Energy Regulatory Office,

Based on:

- Provisions of Article 26 paragraph 1, Article 47 and Article 48 of the Law on Energy Regulator No. 05/L-084;
- Provisions of Article 19 of the Law on Energy No. 05/L-081;
- Provisions of Article 18 and Article 19 of the Law on Thermal Energy No.05/L-052;
- Thermal Energy Pricing Rule; and
- Request of Public Enterprise- District Heating (DH) Termokos JSC. dated on 25 July 2016, on review of Maximum Allowed Revenues and Tariffs of thermal energy, along with relevant explanatory documentation.

Following the review of relevant documentation, based on the above-mentioned legal provisions, **in its session held on 14 October 2016, issued the following:**

DECISION

- I. Thermal energy tariffs for final customers of District Heating (DH) Termokos JSC., for heating season 2016/2017 are hereby **APPROVED**, as presented in table 'II.1', to be applied from 15 October 2016.

Reasoning

1. On 25 July 2016, Energy Regulatory Office (ERO) received the request from DH Termokos JSC. on review of thermal energy Maximum Allowed Revenues and Tariffs.
2. On determination of thermal energy tariffs, ERO has taken into consideration relevant documentation, as well as clarification meetings held with DH Termokos; relevant documentation as follows:
 - Submitted data and information attached to the Request for review of thermal energy Maximum Allowed Revenues and Tariffs, dated on 25 July 2016;
 - Written comments issued by ERO on 17 August 2016, specifying the requests for correction, amendment and supplement of submitted data and information attached to the request dated on 25 July 2016;
 - Corrected and supplemented data and information in accordance with ERO written comments, re-submitted by DH Termokos on 30 August 2016;



- Public Consultation Report: Preliminary Evaluations on Determination of Maximum Allowed Revenues for DH Termokos- heating season 2016/2017;
 - Written comments received during public consultation period (20 September- 04 October 2016), including comments received in Public Session dated on 04 October 2016;
 - ERO response to written comments received during public consultation report;
3. Taking into consideration legal provisions mentioned in the introductory section and based on review of relevant documentation, the Board has decided as in the enacting clause of this Decision.

II. Thermal Energy Tariff Structure for DH Termokos JSC. for heating season 2016/2017 is provided in Table II.1 below:

Table II.1: Thermal Energy Tariff Structure for DH Termokos JSC. – season 2016/2017

THERMAL ENERGY TARIFFS FOR DH TERMOKOS - Season 2016/2017			
A: THERMAL ENERGY TARIFFS- METERED			
Tariff components	Unit	Value	
Thermal Capacity Monthly Tariff (fixed comp.)	[€/kW/month]	0.93	
Tariff for Ther. Ene. Supply /Consumption (variable comp.)	[€/MWh]	41.47	
B: THERMAL ENERGY TARIFFS- NON-METERED			
Tariff Components	Unit	Household customers	Com & Ins Customers
Thermal Capacity Monthly Tariff (fixed component)	[€/m ² for month]	0.11	0.15
Tariff for Ther. Ene. Supply /Consumption (variable comp.)	[€/m ² for month]	0.67	0.82

III. Taking into consideration the current situation regarding metering of supply/consumption of thermal energy, **tariffs determined in table II.1 are applied for billing** for the following three cases:

- 1) For facilities, whose substations are equipped with thermal energy functional meters, and which are under the ownership or utilization of a customer, metered tariffs are implemented for billing II.1 A
- 2) For collective buildings, whose substations are equipped with thermal energy functional meters, which are under the ownership or utilization of several customers, ERO in cooperation with DH Termokos shall select 2-5 facilities to test the implementation of two levels billing. Two levels billing includes : i) Basic billing at a substation level for which metered tariffs are implemented – Table II.1 A and ii) Billing at apartment level which is based on billing at substation level and in heating area of each apartment separately.
- 3) For facilities, whose substations are not equipped with thermal energy functional meters, and for some facilities described under item (2), “normative” tariffs shall be applied for billing according to customer heating area- Table II.1 B.



- IV. DH Termokos JSC. shall publish thermal energy tariffs structure, as stipulated in table II.1 of this Decision, in at least one daily newspaper with wide circulation in Kosovo within five (5) business days following the announcement and publication of this Decision on ERO's website.
- V. Energy Regulatory Office (ERO) holds the right to audit accounting registers and bills of DH Termokos to verify the execution of data presented by DH Termokos.
- VI. The Decision shall be issued in Albanian language and translated into Serbian language and English language. In case of any discrepancy between the versions, the Albanian version shall prevail.
- VII. This Decision shall enter into force on the date of approval by ERO Board and shall be implemented by DH Termokos from 15 October 2016 until the next tariff review.
- VIII. This Decision is published on ERO's official website.

Legal advice: The party dissatisfied with this Decision may initiate an administrative dispute at the Competent Court, within thirty (30) days from the date of receipt of this Decision or the date of its publication on ERO's website, whichever occurs last.

ERO Board:

Krenar Bujupi, acting- Chairman

Arsim Janova, Member

Qemajl Mustafa, Member

Besim Sejfiqaj, Member

This Decision is sent to:

- The party; and
- ERO Archive