



Pristina, 30 October 2018

ERO Code : V_1065_2018

The Board of Energy Regulatory Office

Based on:

- Provisions of Article 9, paragraph 1, sub-paragraph 1.7, Article 15, paragraph 1, sub-paragraph 1.5, Article 25, Article 26, paragraph 1, sub-paragraph 1.2, Article 46, paragraph 1, sub-paragraph 1.2, Article 47 and Article 48 of Law on Energy Regulator (Law No. 05/L-084);
- Provisions of Article 37 of Law on Electricity (Law No. 05/L-085);
- Rule on Universal Service Supplier Revenues (Rule on USS Revenues);
- ERO's Decision on Universal Service Supplier (USS/KESCO), no. V_1040_2018, approved for Maximum Allowed Revenues that will be covered by the Universal Service Supplier;
- Proposal of KESCO JSC – Universal Service Supplier on tariff structure, submitted on 23 October 2018 at ERO, within the framework of Electricity Tariff Review,

in its session held on 30 October 2018 issued the following:

DECISION

- I. Electricity retail tariffs for universal service of supply customers , that shall be implemented by KESCO JSC, starting from 1 November 2018 until the regular tariff review are hereby **APPROVED**.
- II. Electricity retail tariff structure for universal service of supply customers is in accordance with Chapter VII, Tariff Structure Methodology of “Rule on USS Revenues”.
- III. At the end of each relevant year, the adjustment of revenues will be conducted through Revenues Adjustment Factor.
- IV. The electricity retail tariff structure for universal service of supply customers, which will be implemented from November 2018 is presented in the following table of this Decision:

Table 1: Electricity retail tariff for regulated tariff customers

Tariff Group	Voltage level of supply	Tariff elements	Unit	Time-of-day	Approved 2018
Tariff Group	Voltage level of supply	Tariff elements	Unit	Time-of-day	
Tariff Group	Voltage level of supply	Tariff elements	Unit	Time-of-day	
1	35kV	Standing (customer) charge	€/customer/month		11.19
		Power engaged	€/kW		5.85
		Active energy (P), of which:	€/kWh	High tariff	4.92
			€/kWh	Low tariff	3.16
Reactive energy (Q)	€/kVArh		0.67		
2	10kV	Standing (customer) charge	€/customer/month		4.62
		Power engaged	€/kW		5.04
		Active energy (P), of which:	€/kWh	High tariff	5.73
			€/kWh	Low tariff	3.69
Reactive energy (Q)	€/kVArh		0.67		
3	0.4 kV Category I (large reactive power consumers)	Standing (customer) charge	€/customer/month		2.57
		Power engaged	€/kW		2.97
		Active energy (P), of which:	€/kWh	High tariff	6.69
			€/kWh	Low tariff	4.96
Reactive energy (Q)	€/kVArh		0.67		
4	0.4kV Category II	Standing (customer) charge	€/customer/month		2.97
		Active energy (P)	€/kWh	Single tariff	8.83
		Active energy (P), of which:	€/kWh	High tariff	10.71
			€/kWh	Low tariff	5.30
5	0.4kV Domestic 2-rate meter	Standing (customer) charge	€/customer/month		1.74
		Active energy (P), of which:	€/kWh	High tariff	6.75
			€/kWh	Low tariff	2.89
6	0.4kV Domestic 1-rate meter	Standing (customer) charge	€/customer/month		1.74
		Active energy (P), of which:	€/kWh		5.32
7	0.4kV (domestic unmetered)	Standing (customer) charge	€/customer/month		1.74
		Active energy (P), of which:	€/kWh		6.75
8	Public lighting	Standing (customer) charge	€/customer/month		3.21
		Active energy (P), of which:	€/kWh	Single tariff	9.24
<i>High Tariff applies 07:00-22:00 during the period 1 October to 31 March</i>					
<i>Low Tariff applies from 08:00-23:00 during the period from 1 April to 30 September</i>					
Customers are charged reactive energy over allowed, corresponding with $\cos(\Phi)=0.95$					

REASONING

- ✚ Ero, ON 23 October 2018, within the Electricity Tariff Review, received from KESCO JSC. Universal Service Supplier the proposal for New Tariff Structure.
- ✚ ERO, upon determination of electricity retail tariffs for universal service of supply customers, has taken into account the following documents issued and published on ERO's official website:
 - Consultation Paper on Maximum Allowed Revenues- Periodic Review for TSO/MO, published on 24 August 2018;
 - Consultation Paper on Maximum Allowed Revenues, Periodic Review for DSO, published on 24 August 2018;
 - Consultation Paper on Maximum Allowed Revenues , published on 13 September 2018;
 - Final Report on Maximum Allowed Revenues TSO/MO- Response to Comments, published on 24 September 2018;
 - Final Report on Maximum Allowed Revenues DSO- Response to Comments, published on 24 September 2018;
 - Final Report on Maximum Allowed Revenues for USS- Response to Comments, published on 15 October 2018;
 - ERO Board, following the evaluation and analysis of relevant reports and review of comments received by parties and based on legal provisions mentioned in the introductory section of this Decision, decided as in the enacting clause of this Decision.
- V. The Decision is issued and published on official languages of the Republic of Kosovo.
- VI. The Decision shall enter into force on the date of approval by ERO Board, which shall be implemented from KESCO JSC- Universal Service Supplier, starting from 1 November 2018 until the regular tariff review.

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

ERO Board

Arsim Janova, Acting Chairman

Besim Sejfiqaj, Member

Selman Hoti, Member

Izet Rushiti, Member

This Decision is sent to:

- Universal Service Supplier (KESCO), and
- ERO Archive