



Pristina, 28 March 2019
ERO Code: V_1125_2019

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 1.1, Article 47, paragraph 3, sub-paragraph 3.3 and Article 48 of Law on Energy Regulator (Law no. 05/L-084);
- Provisions of Articles 16 and 22 of the Law on Electricity (Law No. 05/L-085);
- Rule on Maximum Allowed Revenues of Transmission System Operator and Market Operator (Rule on TSO/MO Revenues);
- ERO's Decision no. V_1028_2018, on Maximum Allowed Revenues for the Second Regulatory Period 2018-2022, for Transmission System Operator and Market Operator (TSO/MO); and
- Application of the Transmission System Operator and Market Operator (KOSTT JSC) on Maximum Allowed Revenues, submitted on 23 January 2019 at ERO;

in its session held on 28 March 2019 issued the following:

DECISION

- I. **APPROVAL OF MAXIMUM ALLOWED REVENUES** (hereinafter **MAR**) to be recovered by Transmission System Operator and Market Operator (TSO/MO) through the transmission and market use of system tariffs for the relevant tariff year 1 April 2019-31 March 2020.
- II. The Maximum Allowed Revenues to be recovered by KOSTT, for relevant tariff year 1 April 2019-31 March 2020 will be in an amount of **€ 54,196,494**.
- III. KOSTT Maximum Allowed Revenues shall be subject to Regular Annual Adjustment Process, pursuant to Rule on TSO/MO Revenues, issued by ERO.
- IV. The Transmission System Operator and Market Operator (TSO/MO) shall prepare and submit for approval by ERO the transmission use of system tariffs/market operator, set forth with MAR, in line with this Decision.



- V. Tariffs proposed by TSO/MO shall be in compliance with the Methodology on Determination of Transmission System Operator Tariffs, System Operation and Market Operation and Transmission System Connection Charging Methodology, approved by ERO.

REASONING

- Energy Regulatory Office (ERO), on 08 December 2018, initiated the annual adjustments of Maximum Allowed Revenues for KOSTT.
- ERO, on 23 January 2019, received from KOSTT, the application for approval of Maximum Allowed Revenues.
- ERO, during the determination of Maximum Allowed Revenues, has taken into consideration the documents issued and published on the official website of ERO.
 - Consultation Paper- Annual Adjustments of Maximum Allowed Revenues for KOSTT (April 2019- March 2020), published on 22 February 2019; and
 - Final Report on TSO/MO Maximum Allowed Revenues, Response to Comments (April 2019- March 2020)
- The Board of the Regulator, following the evaluation and analysis of relevant reports and review of comments received by parties, as well as based on legal provisions mentioned in the introductory section of this Decision, decided as in the enacting clause to this Decision.

VI. The Decision is issued and published in official languages of the Republic of Kosovo.

VII. The Decision shall enter into force on the date of approval by the ERO Board and will be implemented by Transmission System Operator and Market Operator, starting from 1 April 2019, and shall be published at 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:

Arsim Janova, Acting- Chairman



Besim Sejfiqaj, Member

Selman Hoti, Member

Izet Rushiti, Member

This Decision is sent to:

- Transmission System Operator and Market Operator (KOSTT), and
- ERO Archive.