



Prishtina, 03 April 2015

ERO Code: V_716_2015

Board of the Energy Regulatory Office,

Based on:

- Article 8 paragraph 1 subparagraph 1.6, Article 14 paragraph 2 subparagraph 2.6 and 2.16, Articles 25 and 43 of the Law on Energy Regulator No. 03/L-185;
- Rule on Regulated Generator Pricing (Generation Pricing Rule);
- Decision No. V_516_2013 on Maximum Allowed Revenues (MAR) to be covered by the licensed operator of the Thermal Power Plant Kosova A and licensed operator of the Thermal Power Plant Kosova B (Regulated Generators) through charges for the provision of electricity and capacity;
- Application of KEK-Generation submitted on 10 December 2014, under the Ninth Electricity Tariff Review (ETR9) accompanied with the relevant clarifying documentation.

Following the review of relevant papers and documents, based on the legal provisions mentioned above, **in its session held on 03 April 2015, issues the following:**

DECISION

- I. MAXIMUM ALLOWED REVENUES (MAR), to be covered by the licensed operator of the Thermal Power Plant Kosova A and licensed operator of the Thermal Power Plant Kosova B (Regulated Generators) through charges for the provision of electricity and capacity to the Public Electricity Supplier for the relevant tariff year ETR9, are hereby APPROVED;

REASONING

- ✚ Energy Regulatory Office (ERO) received from the Kosovo Energy Corporation JSC (KEK) the application of KEK-Generation for approval of the Maximum Allowed Revenues to be collected by the Regulated Generators, through charges for electricity and capacity.
- ✚ In making its decision that the Regulated Generators return the MAR, ERO considered the following documents, issued and published on its website:
 - Final Evaluation - Detailed evaluation of KEK Generation, published on 22 February 2013;
 - Final Evaluation - Overview, published on 22 February 2013;



- Consultation Paper - Wholesale Power Costs Calculation, published on 09 March 2015;
 - Consultation Paper on Calculation of Maximum Allowed Revenues and Charges of the Regulated Generator, published on 09 March 2015; and
 - Response to Comments - Ninth Electricity Tariff Review ETR9, published on 03 April 2015.
- II. Maximum Allowed Revenues to be covered by the Regulated Generators “TPP Kosova A and B” for the relevant tariff year ETR9 are **140,276,742** Euros.
- III. Maximum Allowed Revenues for the Regulated Generators will be subject to Regular Annual Adjustment Process, pursuant to the Generation Pricing Rule.
- IV. Regulated Generators Licensees must prepare and submit for approval to ERO the capacity and electricity charges to cover the Maximum Allowed Revenues determined by this Decision, at the earliest possible time period.
- V. Charges proposed by the licensees shall follow the principles set forth in Generation Pricing Rule and the Methodology on Determining Regulated Generators Charges.
- VI. The Decision shall be issued in Albanian language and will be translated into Serbian and English. 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 the ERO Board and will be applied by the licensed operator of the Thermal Power Plant Kosova A and licensed operator Thermal Power Plant Kosova B, starting from 1 April 2015 until the regular tariff review, and shall be published in the official website of ERO.

Legal advice: The party dissatisfied with this Decision may initiate an administrative dispute with 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

Enver Halimi, Chairperson

Merita Kostari, Member

Krenar Bujupi, Member.