



Prishtina, 03 April 2015  
ERO Code: V\_719\_2015

**Board of the Energy Regulatory Office,**

Based on:

- Article 8, paragraph 1, sub-paragraph 1.6, Article 14 paragraph 2, subparagraph 2.6, Article 25 and Article 43 of the Law on Energy Regulator, No. 03/L-185;
- Rule on Public Electricity Supplier Pricing (PES Pricing Rule);
- Rule on Regulated Generator Pricing (Generation Pricing Rule);
- Rule on Transmission System Operator and Market Operator Pricing (TSO/MO Pricing Rule);
- Rule on Distribution System Operator Pricing (DSO Pricing Rule);
- Decision No. V\_716\_2015 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);
- KOSTT Decision No. V\_717\_2015 on Maximum Allowed Revenues (MAR) to be covered by the Transmission System and Market Operator JSC (KOSTT);
- DSO Decision No. V\_718\_2015 on Maximum Allowed Revenues to be covered by the licensed Distribution System Operator (DSO); and
- Application of KESCO, submitted on 21 January 2015, 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 collected from retail electricity tariffs for regulated customers, that will be applied by the **Public Electricity Supplier (KESCO)** for the regulatory tariff year 2015 (April 2015 – March 2016).

## REASONING

- + Energy Regulatory Office (ERO), on 21 January 2015, received from the KESCO – Public Electricity Supplier, the application for Adjustment and Review of the Maximum Allowed Revenues, which the Public Electricity Supplier is allowed to collect from the retail electricity tariffs for regulated customers.
  - + Upon deciding on the Maximum Allowed Revenues to be covered by the Public Electricity Supplier, ERO considered the following documents that have been issued and published on its website:
    - Final evaluation – Details on Distribution System and Public Electricity Supplier Operator, 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;
    - Consultation Paper - Calculation of KOSTT MAR, published on 09 March 2015;
    - Consultation Paper - Calculation of DSO MAR, published on 09 March 2015;
    - Consultation Paper - Calculation of PES MAR, published on 09 March 2015;
    - Response to Comments - Ninth Electricity Tariff Review ETR9, published on 03 April 2015.
- II. Taking into account the legal provisions mentioned in the introductory section of this decision and following the review of all relevant letters, the ERO Board has decided as in the enacting clause of this decision.
- III. Maximum Allowed Revenues of the Public Electricity Supplier to be covered from the retail electricity tariffs for the relevant tariff year ETR9, following the Regular Annual Adjustments of the Maximum Allowed Revenues will be **256,485,503** Euros.
- IV. The Public Electricity Supplier, hereby, is instructed to prepare and submit to the ERO the proposal for approval of the retail regulated tariff before the relevant tariff year.
- V. Tariffs and charges proposed by the licensee must follow the principles set forth in the Rule on Public Electricity Supplier Pricing.
- 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 Public Electricity Supplier, 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.