Prishtina, 20 June 2012 ERO Code: V 406 2012

## **Board of the Energy Regulatory Office,**

Taking into account:

- Article 8 paragraph 1 subparagraph 1.6, Article 14 paragraph 2 subparagraph 2.6, Articles 25 and 43 of the Law on Energy Regulator No. 03/L-185;
- Rule on Distribution System Operator Pricing (DSO Pricing Rule); and
- KEK's Application for Allowed Revenues and Tariffs

In its meeting held on 20 June 2012 adopted this:

## **DECISION**

**TO APROVE** the **Maximum Allowed Revenues (MAR)** to be recovered from regulated tariffs and charges that will be applied by the licensed Distribution System Operator (DSO) for the 12-month period from 1 April 2012 to 31 March 2013.

## Justification

- I. The Energy Regulatory Office (ERO) received from the Kosovo Electricity Corporation JSC (KEK) an application for approval of the MAR to be recovered by the licensed DSO from regulated tariffs and charges to take effect from 1 Jun 2012.
- II. In reaching its decision on the MAR to be recovered by the licensed DSO, ERO has taken into account the following documents issued and published it its web-site:
  - The Sixth Electricity Tariff Review 2012 (ETR6) KEK Consultation Paper
  - The Sixth Electricity Tariff Review 2012 (ETR6) Responses to Comments, answers and proposals of ERO, issued on 20 June 2012.
- III. Taking into account the legal provisions mentioned in the introduction of this Decision and following review of all relevant notes and documents, ERO Board has decided as in the disposition to this decision.



- IV. The MAR to be recovered by the licensed DSO for the 12-month period from 1 April 2012 to 31 March 2013 is set as **€68.729,796 Euro**.
- V. The licensed DSO is hereby directed to prepare and submit for approval to ERO within 45 days of the date of this decision, its proposed methodology for establishing regulated tariffs and charges to recover the MAR determined by this decision, in accordance with Article 16 paragraph 1 subparagraph 1.14 of the Law on Electricity No. 03/L-201.
- VI. Following approval of the methodology, the licensed DSO will prepare and submit for approval to ERO its proposed regulated tariffs and charges to recover the MAR determined by this decision and the approved methodology.
- VII. The licensed DSO will be permitted to recover, in subsequent years, any difference between the MAR determined by this decision and that to be recovered through the approved regulated tariffs and charges, where this difference is due to the regulated tariffs and charges being approved to take effect at a date later than 1 April 2012.
- VIII. This Decision is issued in Albanian and will be translated into Serbian and English. In case of any discrepancies between translations, the Albanian version shall prevail.
  - IX. This Decision becomes effective on the date of its approval by the ERO Board and shall be published in the official web-site of ERO.

**Legal remedy:** The unsatisfied party may file a complaint before the competent Court within fourteen (14) days following its receipt or publication in the web-site of ERO, whichever occurs last.

ERO Board
Enver Halimi, Chairman
Përparim Kabashi, Member
Blerim Koci, Member
Merita Kostari, Member
Krenar Bujupi, Member