



Prishtina, 11 November 2014
ERO Code: V_663_2014

Board of the Energy Regulatory Office,

Based on:

- Powers of the Energy Regulatory Office (ERO) provided by Article 14 paragraph 2.6 and Article 43 of the Law on Energy Regulator No. 03/L-185;
- Provisions of Article 17 of Law on Energy No. 03/L-184; and
- Letter/Notification of the District Heating (DH) Termokos JSC., dated 23 October 2014 on their decision to not apply for increase of tariffs;

in the session held on 11 November 2014, issued the following:

DECISION

- I. APPROVING** the tariffs of the district heating for the District Heating (DH) Termokos J.S.C. for the heating season 2014/2015, as presented in tables "A" and "B".

Reasoning

1. On 23 October 2014, the Energy Regulatory Office (ERO) received a letter from the District Heating Termokos JSC, whereby the ERO was informed that the Management of the DH Gjakova, in coordination with the Board of Directors, agreed to not apply for the tariffs of 2014/2015 heating season. In the decision are mentioned also the reasons for such a decision:
 - Implementation of the Co-generation Project, which, according to the dynamic of work execution, is expected to be finished around mid-November, when it is expected to start the supply with heat from this project. As a result, the expected start of supply with heat from the co-generation is one month after the official start of the heating season.
 - Changes in operation, changes in general costs as well as in those of supply with heat are expected to be significant as a result of the co-generation project. Because of this, and not being sure for a complete implementation of the project, it was considered to be difficult to perform real planning to include in the tariff application.
 - It was considered that at least one heating season is needed to collect sufficient data and information about the operational and capital costs, as well as for the quantity of thermal energy generated by the co-generation. Therefore, in the next season 2015/2016 is foreseen to have a complete application based on real projections.
2. In order to determine the district heating tariffs, ERO has taken into account the reasons presented in the letter of the DH Termokos, dated 23 October 2014, which are considered as fair and justified.



3. Taking into account the legal provisions mentioned in the introductory part and based on the review of the letter of DH Termokos, dated 23 October 2014, the Board of ERO has decided as in the enacting clause of this decision.
- II. The structure of tariffs of the District Heating Termokos J.S.C. for the heating season 2014/2015 is given in the following table:

TARIFFS FOR THE DISTRICT HEATING TERMOKOS J.S..C. FOR THE HEATING SEASON 2014/2015		
Table A. TARIFF FOR UNMETERED CUSTOMERS		
DISTRICT HEATING TERMOKOS J.S.C.		
Tariff Components	Household customers	Commercial and institutional Customers
Contracted heating capacity tariff (fixed component)	0.07 [€/m ² per month]	0.08 [€/m ² per month]
Supplied heating tariff (variable component)	0.77 [€/m ² per month]	0.92 [€/m ² per month]
Table B. TARIFF FOR METERED CUSTOMERS		
DISTRICT HEATING TERMOKOS J.S.C.		
Monthly heating capacity tariff (fixed component)	0.66 [€/kW per month]	
Supplied heating tariff (variable component)	45.50 [€/MWh]	

- III. DH Termokos JSC must publish the decision, within five (5) business days after receiving the decision and its publication in the ERO website, in at least one daily newspaper of wide circulation in Kosovo.
- IV. Energy Regulatory Office (ERO) has the right to audit the accounting records and invoices of the DH Termokos JSC to verify the implementation of Revenues and Costs in the 2014 / 2015 season.
- V. The Decision shall be issued in Albanian language and translated into Serbian and English. In case of any discrepancy between the versions, the Albanian version shall prevail.
- VI. This Decision shall enter into force on the date of approval by the Board and published in the ERO's official website.



Legal advice: The party dissatisfied with this Decision may initiate an administrative dispute at the Competent Court, within fourteen (14) 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.