

Energy Community Regulatory Board

45th ECRB Meeting

9 June 2020

UPDATE ON DEVELOPMENTS IN BOSNIA AND HERZEGOVINA (December 2019 – June 2020)

State Electricity Regulatory Commission
Bosnia and Herzegovina

SERC Response to the Covid-19 Crisis

- Decision on organisation of work under extraordinary circumstances caused by the new coronavirus (17 Mar 2020)
 - Home based work as much as possible with minimum presence at SERC official premises
 - All business trips are postponed except the trips directly related to the implementation of measures under the extraordinary circumstances
- All regular work activities have been continued and accomplished
- The exchange of information has been intensified among all competent entities in the energy sector to monitor the security of supply and stability of the power system
- Decision on organisation of work repealed (27 May 2020)

Primary Legislation Development

- May 2020: Ministry of Foreign Trade and Economic Relations of BIH invited stakeholders to nominate their representatives to the new WG to work on the state law aiming to transpose the Third Energy Package
 - Legal framework for regulator, transmission/transport and market
 - The law to be submitted to Parliamentary Assembly of BIH in December 2020
- This law is to be followed by additional state primary legislation
 - TSO establishment
- Further legislative activities of two BIH entities needed
 - Electricity and gas: new laws/amendments to current legislation

Tariff Proceedings

- Tariff proceedings for ISO and system services (13 Nov 2019)
 - ISO requested tariffs to be increased by 49.11% (G) and 69.15% (L component), tariff for system services to be increased by 56.71%
 - Formal public hearing, five interveners (16 Dec 2019)
- SERC increased tariff for system services by 12% (31 Dec 2019)
- Final decisions in the proceeding adopted on 25 Mar 2020
 - Tariffs for ISO BIH services increased by 6.4% (G) and 20% (L comp.)
 - Tariff for system services remains at the level defined on 31 Dec 2019
- Tariff proceedings for distribution and universal supply in the Brčko District of BIH initiated on 13 Nov 2019
 - Komunalno Brčko requested average tariffs increases by 6.96%
 - Formal public hearing, no interveners (11 Dec 2019)
- SERC adopted final decisions on 11 Mar 2020
 - Average tariff for electricity distribution remains at the same level
 - The average selling price for supply of households increased by 4.5% and for 0.4kV commercial customers by 0.5%

SERC Activities on REMIT

- Translation of REMIT into the local languages published in December 2019
- Decision on transposition and implementation of REMIT adapted to the EnC legal framework, adopted on 12 Feb 2020
- Consultations with the relevant institutions in BIH and ECS
- General public hearing held on 7 May 2020 to collect comments and opinions of the expert community and wider public on the draft REMIT rules
- Rules on wholesale electricity market integrity and transparency, adopted on 14 May 2020
- Ongoing activities on re-design of the SERC web-site to support the implementation of REMIT (REMIT corner)
- REMIT Workshop for market participants planned for 24 June

Additional Information

- The Energy Summit in BIH (28-30 Oct 2020)
 - To be organised by USAID and British Embassy, under the auspices of the Ministry of Foreign Trade & Economic Relations of BIH, SERC and Entity Regulators
 - <https://www.energetsksamit.ba/>
- Additional information on the BIH electricity sector available in the Report on Activities of the State Electricity Regulatory Commission in 2019
 - Available at www.derk.ba/en



Thank you for your attention!

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