



**Republika e Kosovës**  
**Republika Kosova - Republic of Kosovo**

ZYRA E RREGULLATORIT PËR ENERGJI  
REGULATORNI URED ZA ENERGIJU  
ENERGY REGULATORY OFFICE



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# NEW LEGAL FRAMEWORK

## Legal changes

New laws approved by the Parliament have brought radical changes in the energy sector, to ensure the development of competition in the wholesale market and the retail supply of electricity sector.

### Generation

Deregulation of the generation price



### Transmission

Natural Monopoly  
Continued regulation



### Distribution

Natural Monopol  
Continued regulation



### Retail supply

Suppliers  
Universal Service  
Supplier of Last Resort





# GUIDELINE ON LIBERALIZATION OF ELECTRICITY MARKET IN KOSOVO

The Board of Energy Regulatory Office - 18 January 2017 – **APPROVED** the Guideline on Liberalization of electricity market in Kosovo;

Electricity market liberalization shall take place gradually, by using all possibilities to adjust the amendment of laws with the situation of energy sector in Kosovo;

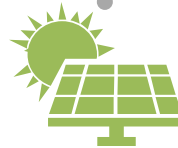
## Renewable Energy Sources (RES)

RES Fund will be established and managed by the Market Operator based Support Scheme Rule on Support Scheme will also define incentive fees and production for self-consumption (net-metering)



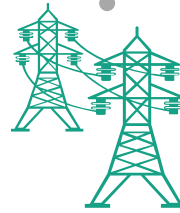
## Local Generation

The price will be determined in the competitive market starting from 1<sup>st</sup> April, 2017.





# GUIDELINE ON LIBERALIZATION OF ELECTRICITY MARKET IN KOSOVO



## Transmission

Price regulation will continue based on the EU Directives, since transmission is a natural monopoly.

Losses will be procured under competitive market prices



## Distribution

Price regulation will continue based on the EU Directives, since the distribution is a natural monopoly.

Losses will be procured under competitive market prices



# GUIDELINE ON LIBERALIZATION OF ELECTRICITY MARKET IN KOSOVO



## Supply

Suppliers will participate in the competitive energy market, buying from local generators and imports.

The regulator has adopted appropriate procedures for suppliers to enter the energy market in Kosovo:

Two new suppliers are licensed by ERO;

Rule on switching suppliers has been approved;



## Retail prices

Deregulation of the price to final customers will be done in a gradual manner using suitable potential approach to the current situation

Rule on Supplier of last resort has been approved;



# DEREGULATION OF THE PRICE OF ELECTRICITY



## USS

- Households
- Commercial (A.T. €10 million and less than 50 workers)
- They have the right to be supplied with unregulated tariff



## 35&10kV

Commercial customers connected to voltage level 35 and 10kV will be supplied on competitive electricity market starting from April 1, 2018



## 110 kV

Industrial consumers connected to the 110 kV voltage level is in the transitional phase to pass to the competitive market

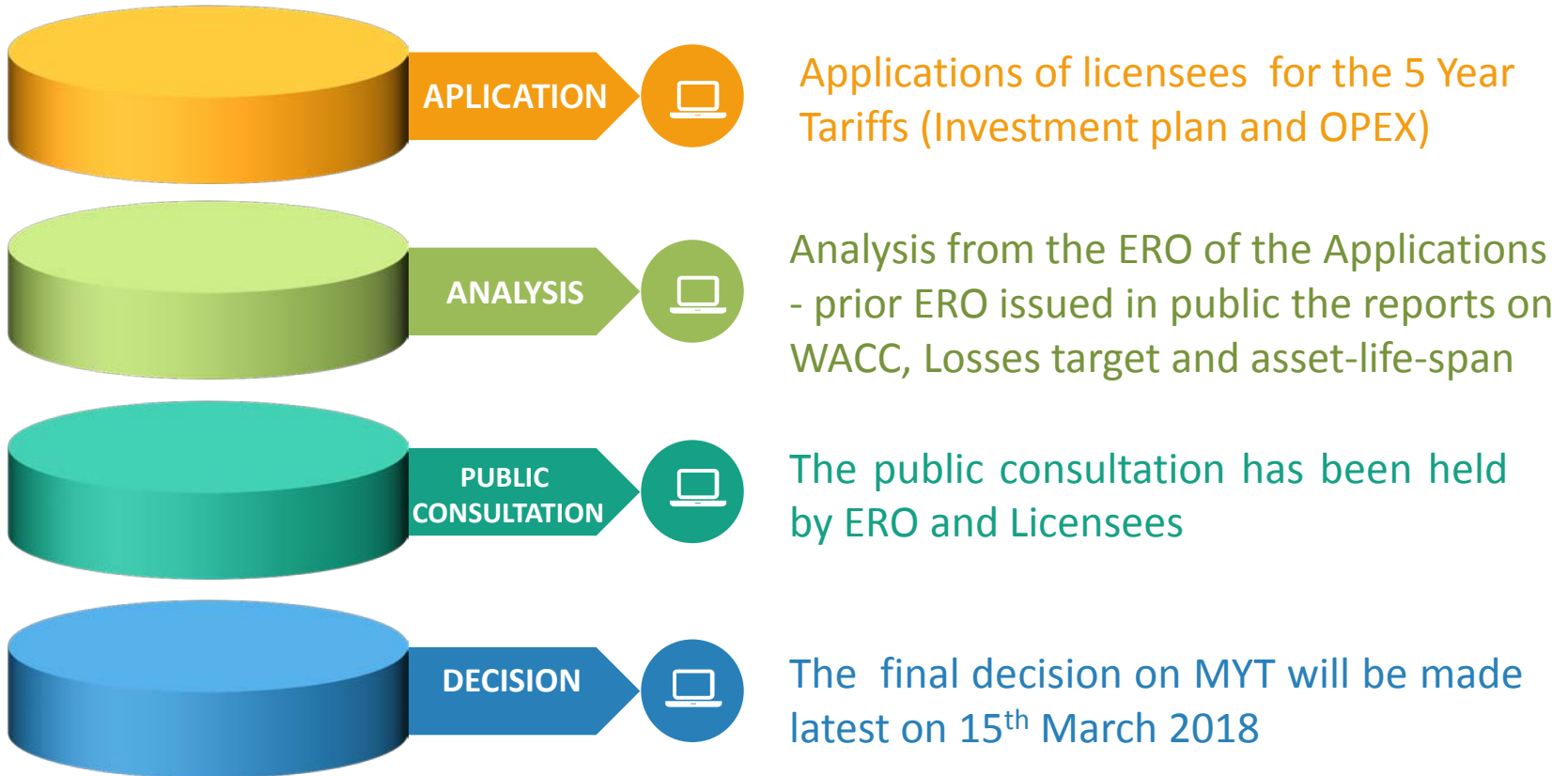


## 220 kV

Industrial customers connected to the voltage level of 220kV have already passed in the competitive electricity market



# ELECTRICITY TARIFFS MYT





## OTHER ONGOING PROCESSES 1/2

### Certification of TSO



- Ownership of TSO is defined (Kosovo Parliament)
- TSO is in final stage of completing application for certification to ERO
- In the other hand, ERO needs to have Board quorum in order to make decision





## OTHER ONGOING PROCESSES 2/2

Rules and  
Methodologies



### **Market Rules and Network codes**

- *Market Rules are drafted while the Network Codes are in public consultation*

### **Methodology for the PEI projects**

- *It is drafted and sent to ECS for comments*

### **Connection Charging Methodology**

- *It is drafted by DSO and sent for review to ERO*

### **Certificate of Origins for RES**

- *ERO is facing the budget difficulties for the mechanism implementation and is planning to ask for funding from other institutions (e.g. WB, EBRD etc)*



# Thank you for your attention!

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