

Monthly report Energy Regulatory Office (ERO)

April 2005

- 1st, **ERO Investigation of customer complaint**; CPD of ERO receive the complaint from industrial customers connected at 10 kV on distribution network of Prizren. Aiming to collect reliable data regarding the customer complaint the staff of ERO had a field visit to customers measurement points and had discussions with managers of Distribution and Supply division in Prizren. The process of resolving the customer complaint is ongoing.
- 4th, **ERO Meeting with KEK's - TSO Department**; The purpose of the meeting was to introduce activities of this department to ERO, and to coordinate activities according to Regulatory priority requirements.
- 4th, **ERO meeting with KEK – Kozhner presentation of Analysis Results**; Presented comprehensive evaluation report with conclusions and action to be taken, and presented simulation analysis related efficiency of HPP Kozhner;
- 5th, **Internal ERO-Workshop on Tariff Methodologies**; The KPMG Consortium organized an internal workshop for ERO staff on Tariff Methodologies. According to Law, it is the task of ERO “to issue the tariff methodologies”, on the basis of which the ESTAP III TA supported by the WB will review the electricity tariff system in the second half of 2005.
- 6th, **1st Steering Committee Meeting (KPMG Project)**; two Board members of ERO participate in meeting with KPMG consultants, EAR as donor and representative of MEM. The main issues were the inception report and agreed work plan of project.
- 7-8th, **Workshop on Market Model**; The KPMG Consortium organized a workshop on electricity market options, choices and market design applicable for Kosovo. The participants included EU Pillar, KTA, MEM and ERO staff. Critical elements characteristic for the small market of Kosovo in medium to long-term future were presented and discussed.
- 10th, **Deadline for Expression of Interest of ESTAP III**;
- 11-12th, **4th Energy Regulation & Investment Conference of Energy Regulators Regional Association (ERRA)**; Head and one Board member of ERO participated at the 4th Energy Regulation & Investment Conference of ERRA in Budapest. The main topics of Conference were: (1) Investments for Competition & Security of Supply; (2) Public Services & Environmental Obligations: Investments & Regulatory Implications; (3) Regional Market Development; and (4) Sector reform, privatization & Investments - Lessons
- 13-14th, **ERRA Annual Conference**; Head and one Board member of ERO participated at the regular annual conference of ERRA in Budapest. This is the first time that ERO participated as “member” of ERRA. ERO after the submission of application, become an Associated Member of ERRA, for that purpose Head of ERO had official public presentation of office to conference participants in the Plenary Session.
- 18-19th, **EURELECTRIC Workshop and 7th EUROELETRIC Trading Day**; Head of ERO participated as ERO-UNMIK to the EUROELETRIC Conference in Brussels.

The topics that have been presented were covering in particular the development of the European Wholesale markets, the volume of trading, the trend for prices and the measures taken by DG TREN and DG COMP following the implementation of Directive 2003/54.

- **21st, Workshop on Internal Accounting System;** The KPMG Consortium organized a workshop on Internal Accounting System with aim to provide the details on the proposed accounting system in terms of: Applicable Accounting Standards; Accounting Policies; Formats of Financial Statements; Disclosure of Financial Statements; Accounting Procedures.
- **21-25th, Finalisation of Drafts with Consultants (Exergia);** The Final drafts on Dispute Settlement Procedures, Schedule of Fees, and General Conditions of Energy Supply are in process to be completed.
- **25th, Meeting with Incorporation of KEK Consultant (Deloitte & Touche);** Presented current activities of process of incorporation of KEK
- **28th, Meeting with SEETEC about Kosovo CBT charges;** the relevant data were collected and presented to the consultant of SEETEC who was working on development of particular methodology and mechanism for calculation of transit charges.
- **Other TA to ERO;** Pierce & Atwood Consultants (USAID) is giving the required legal and other comments on prepared drafts, aiming to develop them.
- **Other regular activities of ERO;**
 - received and analysed the data received from energy enterprises;
 - participation of CPD of ERO on Working Group established by Water Utilities (customer group), to review the tariffs applied by KEK to the Water utilities;
 - reviewed and commented reports and other documents received through several ongoing projects, from energy enterprises and from other stakeholders in the energy sector of Kosovo;
 - Prepared inputs and comments on financial benchmarking models for DH prepared by consultants;
 - discussed with EDF consultants the already issued assignment for Regional and National Grid Codes;
 - participation of ERO staff on: workshops, presentations, seminars etc. organized by stakeholders of energy sector in Kosovo.