

## Monthly report Energy Regulatory Office (ERO)

### May 2005

- **4<sup>th</sup>, ERO Meeting with KEK’s – ESBI Management;** The purpose of the meeting was to discuss KEK’s proposal on Connection Charges and Permitting System for Contractors. On 10<sup>th</sup> of May ERO send to KEK the comments on proposed issues.
- **12<sup>th</sup>, Meeting at MEM for the issue of incorporation of KEK and TSO;** Head, two Board members, and two staff members of ERO participated on the meeting held at premises of MEM.
- **12-13<sup>th</sup>, Hands-on Training within Albanian Energy Regulatory Authority (ERE);** Staff of CPD and tariff structure analyst of ERO had two days hands-on training in ERE of Albania in Tirana. The purpose of training was to strengthen the regional co-operation between two regulatory authorities, and training of ERO staff on best regulatory practices on customer protection and tariff/price methodologies.
- **12-13<sup>th</sup>, International Conference: Role of Co-generation in SEE;** DH expert of ERO participated at Conference organized by Hellenic Association for Co-generation of Heat & Power (HACHP) held in Thessaloniki. The main topic of the conference was to elaborate the present situation and the prospects for the development of the co-generation in SEE region.
- **13<sup>th</sup>, Finalisation of evaluation report regarding Consent Letter amending PPA and Lease Agreement regarding HPP “Kozhner”;** and letter from Head of ERO to Triangle General Contractors inc.- investors of HPP “Kozhner”.
- **14<sup>th</sup>, Market Design Meeting;** KPMG consultants and ERO staff had a meeting on market design, the issues discussed in the meeting were: Net Pool and IPP; Balancing Mechanism; Imbalance cash out price; Payment for constrains; Treatment of losses; Procurement of ancillary services and charging; Security of supply model; New build support; Eligible customers; TSO charges; Customer registration and contract issues; Independent public supplier.
- **16-20<sup>th</sup>, General District Heating Training;** AF consultant of project: “Advisory support to ERO” financed by Sida (Sweden), organized the four days Training on District Heating (DH) issues, for the staff of ERO. Main topics of training were: General issues of DH; Business Planning for a DH companies; Energy use and Technical Efficiency Potential in the DH systems; Market aspects of DH company; Introduction of Investments and Operation of DH facilities; How to improve efficiency of ERO.
- **18<sup>th</sup>, Meeting between MEM-KEK-KTA-ERO-Consultant at KEK HQ;** Presentation by Head of ERO Dr. Nick Frydas of ERO’s position regarding TSO.
- **19<sup>th</sup>, Presentation of results of the revitalization of the unit no 4 at the TPP Tuzla B&H;** Two staff members of ERO participated on presentation made by Power Corporation of Bosnia and Herzegovina. The aim of this presentation was to collect the information’s and experiences how to rehabilitate PP Kosovo A. this experience will be used in study on: “Economic and technical feasibility of the rehabilitation project of Kosovo A power plant”, financed by EAR.

- **19-20<sup>th</sup>, ECRB and CEER WG SEEER meeting;** Head and one Board member of ERO participated at the 2<sup>nd</sup> Preparatory Meeting of SEE Regulators and 11<sup>th</sup> CEER WG SEEER in Sofia. ERO submitted letter by SRSB protesting about the exclusion of Kosovo from SETSO TF workings. The SRSB letter calls for all necessary measures to be taken to enable and facilitate the active participation of UNMIK / ERO in the SETSO TF.
- **20<sup>th</sup>, Feasibility study for conversation of TPP Kosovo-B in Combined Heat and Power (CHP) Production;** DH expert and DH advisor of ERO participated on presentation of IBE company (Consulting Engineers, Ljubljana-Slovenia) held in Grand hotel Prishtina. The performer of the feasibility study (IBE) presented to the participants the possibilities for using the TPP Kosovo-B for Combined Heat and Power for district heating for Prishtina. All-important stakeholders were present in this presentation.
- **23<sup>rd</sup>, Tariffs Progress Workshop;** consultant of consortium lead by KPMG organized a workshop on Tariffs progress presenting the schedule for preparation, review and implementation of: Pricing Rule, Tariff Methodology, and Pilot Price Review.
- **24-25<sup>th</sup>, 3<sup>rd</sup> Steering Committee (SC) Meeting of ESTAP II** “Feasibility study for the Kosovo B (Kosovo) – Kshar (Albania) 400 kV Transmission Interconnection Project”; One Board member of ERO participated on the SC of the ESTAP II project held in Tirana. The SC members discussed the issues of: Topographic Survey of the Line Route, and Preliminary Environmental Impacts Assessment report.
- **26<sup>th</sup>, Meeting between KEK, KTA, ERO (UNMIK/Kosovo) – EPS (Serbia) - Energy Coordination Centre (placed in Belgrade);** One Board member and Head of Energy Supply and Market Structure of ERO, participated on this meeting held in Skopje. The purpose of the meeting was the discussions on CBT and ancillary services between KEK and EPS.
- **27<sup>th</sup>, Steering Committee meeting of “KEK Incorporation Project”;** Two Board members of ERO participated at SC meeting, where were presented and discussed alternative models of incorporation of KEK and establishment of TSO.
- **31<sup>st</sup>, Meeting of ERO with IFC mission to Kosovo at World Bank premises;** The propose of meeting were discussions about regulatory framework and opportunities for private investments
- **31<sup>st</sup>, 3<sup>rd</sup> Steering Committee meeting of EAR Project “Technical Assistance to ERO”;** KPMG consortium presented first interim report of ongoing project to the members of SC for discussion and comments.
- **31<sup>st</sup>, Internal Accounting System Workshop;** KPMG consultant finalised the subtask 1.3 with presentation of practical examples how to use the Internal Accounting System
- **Other regular activities of ERO;**
  - Organized internal meeting on how to analyse, store and review the data received from energy enterprises (KEK);
  - Developed final drafts of secondary legislation with consultants (Exergia, Pierce & Atwood)
  - Cooperation with auditors from MEF, who were auditing the financial issues of ERO