

# UPDATE ON NEW LEGISLATION OF ERE AND PROGRESS IN THE ALBANIAN ENERGY SECTOR

Commissioner Petrit Ahmeti

**ERE-** Albania

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# **Update on legislation of ERE**



# Secondary legislation

- Based on the Power Sector Law, ERE has an obligation to complete all the secondary legislation
- During this period, ERE has made progress on this matter

# **Update on legislation of ERE**



# The new acts approved:

- Licenses
- License for Import of Electricity
- License for supply of electricity to tariff customers
- License for Qualified Supplier to supply the Eligible Customer
- Contracts of electricity supply for Household and Non-household customers (that are implemented by January 2006)

### **Update on legislation of ERE**



# Continues the support and collaboration with USAID in this process.

#### **Process of Harmonization**



- The need for harmonization of the Legislation to be able to implement the Transitory Market Model and opening of the Electricity Market in Albania
- Compliance with the requirements of the ESCEE Treaty (signed between the EU and Regional countries)

### Harmonization of the Legislation



Amendments in the primary legislation (Power Sector Law)

Changes in the secondary legislation (act and by laws approved by ERE



#### Situation in the Sector



- ➤ KESH, Public Generation Company (Generation and Distribution activities)
- > TSO, Transmission system Operator functioning as an independent company
- ➤ Other private small operators (Small local IPP licensed by ERE that sell the generated electricity to KESH with regulated price by the Regulator)

#### Situation in the Sector



> Crises of Electricity faces by the end of 2005

- > Analysis of the crises
- Steps taken to overcome the lack of electricity

#### Situation in the Sector



- > Improvement of the situation
- Imports by KESH from the regional countries

Steps to be taken in the future (metering system and targets to be reached)

#### **New Electricity Prices**



The implementation for the first time of the Tariff Methodologies approved by the Regulator in 2005

#### **New Electricity Prices**



The Public Generation Company KESH has applied for the new prices of electricity for 2006.

TSO has applied for the Transmission fee for 2006



#### THANK YOU FOR YOUR ATTENTION!