



IURC and ERE Partnership	
Legislation Achievements and the Development in the Energy Sector in Albania	
Mr. Engjell Cuci – Chairman	
ERA- Albania	June 2003

Introducing the Situation	
I. Present Situation <ol style="list-style-type: none"> Law No. 7970 date 20. 07.1995 “Regulation of the Electrical Power Energy” Law No. 7962 date 13.07.1995, “The Electrical Power” New Law “The Electrical Power Sector” Documentation: The power policies approved by the Government Drafting the National Power Strategy which ends in June. 	
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Situation in the Electrical Power Sector



- a. **K.E.Sh. (APC) totally owned by the state of Albania, vertically integrated – production, transmission, distribution.**
- b. **The three distributors utilities joining KESH (Vlora, Shkodra, Elbasan)**
- c. **Independent Operators in generation, giving the existing sources with concession and their privatization.**
- d. **The gradual growth of the power price (last increase in April '03)**
- e. **Non-fulfillment of the needs for power**
 - **Import in 2002 37% in 2003 17%**
 - **Average Cut-Offs 2-6 hrs. during 24 hrs.**

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Investments need and their complementation in the future



- a. **On the way:**
 - **Rehabilitation of H/P over Drin and Mat river at the cost of 45 ml. USD**
 - **Rehabilitation of H/P Bistrica 11.7 ml. Euro**
 - **Rehabilitation of TH/P Fier (block 60 MW) at the cost of 24 ml. USD**
 - **Construction of the Gas TH/P Vlora Stage I 1*100 MW, Stage II 3*100MW (the study is already over)**
 - **Construction of H/P Bushat 2*40 MW**
 - **Construction of H/P Skavica with an annual production of 1.1 milliard KWh, Italian Concern "Tasora" (by improvement of Drin cascade the total production is increased to 400 ml. kWh.**
 - **Construction of diesel TH/P in Elbasan, Turkish company "Kurum" 1*40 MW.**

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Investments need and their complementation in the future (cont.)



b. In Transmission

- Construction of line 220 KV Fier – Vlora (2 ml. Euro)
- Construction of line 400 KV Elbasan – Tirana – Podgorica (60 ml. USD)
- Construction of 10 Substations 220; 110 KV in different regions 12 ml. Euro

c. In Distribution

- Constructing and restructuring the distribution networks in several special areas (15 ml. USD)
- Providing meters for all the consumers within 2003 – 2004. (20 ml. USD)

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KESH Structure



- Its division in 3 companies (Sections)
Production – Transmission – Distribution
- Assessment of their assets – process which is ending
- Structure
 - Today
 - In Distribution 8 Areas (out of 37 units)
 - In Transmission 6 regions (out of 14)
 - In Production 6 H/P dhe TH/P
 - Perspective
 - Distribution to 3-4 Companies
 - Transmission 1 TSO
 - Production: 2-3 Generating companies

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