Experience of the regulatory body in monitoring of regulated enterprises

Jekshenbek Sydykov Fuel and Energy Complex Regulation Directorate July 2006

Review

- Legislative framework for information collection
- Information collection goals
- Information use

1. Legislative framework

- The regulatory body of Kyrgyz Republic regulates the energy sector in compliance with the Constitution of Kyrgyz Republic and within Laws of Kyrgyz Republic "On Energy" and "On Electrical Energy"
- The procedure of operations of the regulatory body is determined by Regulation of the Regulatory Body as approved by the Decree of President of Kyrgyz Republic.

1. Legislative framework (continued)

- Collection of information per the energy sector of Kyrgyz Republic is performed by the Fuel and Energy Complex Regulation Directorate
- The Directorate consists of 3 Departments:
 - Prices and Fares
 - Licensing
 - Technical Expert Examination

2. Information collection goals

To provide electrical and heat energy and natural gas at economically substantiated, socially reasonable and non-discriminatory prices throughout Kyrgyz Republic (and to control reliability, safety and uninterrupted supply of both generation of electrical and heat energy and consumption thereof)

2. Information collection goals (continued)

- To prevent negative consequences of monopolistic activities in the fuel and energy complex
- To improve the quality of services rendered and financial and economic performance

2. Information collection goals (continued)

- To encourage development of energy markets and emergence of competing energy generating enterprises
- To create an enabling environment for competition

2. Information collection goals (continued)

- Information collection is performed per an officially established form as approved by the Resolution of Government of Kyrgyz Republic (№531 as of 19.08.2003)
- Periodicity of information collection is monthly, with information gathered on the 20th day of each month

3. Information use

- The reporting form includes:
- Electrical energy generation data
- Energy release data
- High-voltage network transmission data (110-220-500 kilovolt)
- Volume of energy incoming in the energy distribution enterprises' networks
- Losses
- Efficient energy release data

3. Information use (continued)

- Efficient release data broken down by consumer groups (industrial consumers, state budget-funded consumers, agricultural consumers, population, other consumers)
- Products broken down by consumer groups
- Fees for energy released broken down by consumer type
- Accounts receivable and accounts payable
- Cash collection through an authorized bank

3. Information use (continued)

- Having analyzed the information collected, the Agency submits its recommendations to the companies based on their performance and informs the Government
- The Executive Council makes decision