

#### REPUBLIKA E SHQIPËRISË

## ENERGY REGULATOR AUTHORITY BOARD

#### DECISION

No. 7, Dated 16.01.2020

### **ON**

# APPROVING THE ANNUAL PRICE OF ELECTRICITY PURCHASE THAT SHALL BE PAID TO EXISTING PRIORITY PRODUCERS FOR 2020

Based on article 16 of Law no. 43/2015 "On Power Sector", as amended; article 22 of Law no. 7/2017 "On promoting the use of energy from the renewable resources", and Council of Ministers Decision no. 687 dated 22.11.2017 "On approving the methodology for defining the annual electricity purchase price that shall be paid to existing priority producers" article 15 of the "Rules on ERE organization, operation and procedures", approved with ERE Board Decision, no. 96, dated 17.6.2016, ERE Board on their meeting dated 16.01.2020, after reviewing the report of Tariff and Prices Directory protocol no. 5/3, dated 13,01.2020, regarding the approval of the annual electricity purchase price that shall be paid to existing priority producers for 2020,

#### **Observed that:**

- ERE Board with Decision no. 201 dated 12.12.2019 let into force Decision no. 8 dated 17.01.2019 "On the annual price of electricity purchase, that shall be paid to existing priority producers of electricity for 2019", to the approval of a price by ERE, supported on the publication of the annual report of the Hungarian Power Exchange (HUPX), as well as the publication of the Albanian Bank for the exchange rate ALL/EUR.
- Following the publication of the annual report for the day in advance market (HUPX/DAM) of the Hungarian Power Exchange for 2019 and the exchange rate ALL/EUR of the Albanian Bank, implementing ERE Board Decision no. 201, dated 12.12.2019, are fulfilled the conditions for defining the electricity purchase annual price that shall be paid to the existing priority producers for 2020 according to the definitions of Council of Minister Decision no. 687, dated 22.11.2017 "On approving the methodology on defining the electricity purchase annual price that shall be paid to the existing priority producers".
- From the data of the Hungarian Power Exchange annual report (HUPX) it is taken the average annual price for the day in advance market (HUPX/DAM) of electricity in the base load for 2019, that results 50.36 Eur/MWh.
- From the current data published from the Bank of Albania about the exchange rate Euro/ALL for each month of 2019, it results that the average exchange rate for 2019 shall be 123.01 Euro/ALL.

- From the elements defined above and the implementation of the calculation formula point 3 of Council of Minister Decision no. 687 dated November 22 2017, regarding the methodology of defining the electricity purchase annual price that shall be paid to the existing priority producers for 2020 is 8.0532 ALL /kWh.
- With the publication of the final annual report of the Bank of Albania, if for the exchange rate ALL/EUR shall result the difference from the published value until taking the decision, ERE has the right to review the annual electricity purchase price that shall be paid to priority producers for 2020.

For all of the above mentioned, ERE Board

#### **DECIDED:**

- 1. To approve the annual electricity purchase price of about 8.0532 ALL /kWh, which shall be paid to existing priority producers for 2020.
- 2. With the publication of the annual report of the Bank of Albania for 2019, if the exchange rate ALL/EUR shall result different from the value published until taking the decision, ERE shall correct the annual electricity purchase price which shall be paid to priority producers for 2020.
- 3. Tariff and Prices Directory shall inform the interested parties about ERE Board Decision.

This decision enters immediately into force

This decision shall be published on the Official Gazette.

For this decision may be complained the review within 7 calendar days and shall also complain on Tirana Administrative Court, within 30 calendar days from the publication in the Official Gazette.

**ERE CHAIRMAN** 

**Petrit AHMETI**