

REPUBLIKA E SHQIPËRISË ENERGY REGULATOR AUTHORITY BOARD

DECISION

No. 03, Dated 22.01.2024

ON

OPENING THE PROCEDURE TO APPROVE THE "BACKUP PROCEDURES FOR THE ALBANIA-KOSOVO ELECTRICITY DAY-AHEAD MARKET COUPLING"

Based on articles 16 and 19, letter "e" of Law no.43/2015 "On Power Sector" as amended; point 3.5 of Council of Ministers decision no. 519, dated 13.07.2016 "On the approval of the electricity market model" as amended; article 3 point 8 of the Regulation on the requirements and procedures for designation of nominated electricity market operator (NEMO) as well as the roles and responsibilities of NEMO and the eletricity transmission system operator in market coupling, approved with ERE Board decision no.40, dated 06.03.2020; "Regulation for the allocation of shadow auction rules in the framework of Albania-Kosovo market coupling" approved with ERE Board decision no.308, dated 30.10.2023; articles 15 and 19 of the Regulation for ERE Organization, Operation and Procedures approved with ERE Board decision no.96, dated 17.06.2016; as well as the Framework agreement on market coupling between Albania and Kosovo electricity markets, dated 21.10.2021, signed between the Energy Regulator Authority (ERE), Energy Regulatory Office of Kosovo (ERO), Transmission System Operator (TSO) company and Transmission System Market Operator of Kosovo (KOSTT) company; ERE Board on their meeting dated 22.01.2024, after reviewing the report Protocol no.175, dated 17.01.2024, prepared by the Working Group "On opening the procedure to approve the Methodology for congestion income distribution between Albania and Kosovo and the backup procedures for the Albania-Kosovo electricity day-ahead market coupling"

Observed that:

TSO company with official letter, Protocol no. 6250, dated 06.12.2023, protocolled at ERE with Protocol no. 2070/1, dated 07.12.2023, submitted at ERE for approval the "Backup procedures for the Albania-Kosovo electricity day-ahead market coupling."

- Pursuant to Article 6.4, sub-paragraph (h) of the Framework Agreement, the Regulators shall approve, among others, the backup procedures proposed by NEMO, TSO and KOSTT.
- The document submitted for approval was drafted in accordance with law no.

43/2015 "On Power Sector" as amended, and pursuant to Article 7.3 sub-paragraph (f) of

- the Framework Agreement agreed between TSO, KOSTT and NEMOs of Albania and Kosovo.
- These backup procedures are a joint proposal developed by TSO and KOSTT as Transmission System Operators, which aim to ensure efficient, transparent and non-discriminatory allocation of capacities, in case the process of Albania -Kosovo day-ahead market coupling is not able to provide results.
- The "Backup procedures for the Albania-Kosovo electricity day-ahead market coupling" have been approved in the meantime by the Energy Regulatory Office of the Republic of Kosovo with ERO board decision V-1770 -2023, dated 21 September 2023.
- The *Backup procedures for the Albania-Kosovo electricity day-ahead market coupling* foresees the object and scope, the definitions, the legal basis on which the backup procedures are drafted, information from NEMO, the request for a joint backup communication system, backup procedures and the impossibility of starting the backup procedures (Shadow Auction).

For all of the above mentioned, ERE Board

Decided:

- 1. To open the procedure "For the approval of the backup procedures for the Albania-Kosovo electricity day-ahead market coupling."
- 2. Tariff and Prices Directory shall inform the interested parties about ERE Board decision.

This decision enters immediately into force.

Any party involved in this procedure may request from ERE, - within 7 calendar days from the date of the decision, to review the board decision if it has provided new evidence that could lead the board to obtain a decision different from the previous one or for material errors ascertained. This decision can be appealed in the Administrative Court of Tirana, within 30 calendar days from the day of publication in the Official Gazette.

This decision shall be published on the Official Gazette.

ERE CHAIRMAN

Petrit AHMETI