

## **DECISION**

**Nr. 36 Date 09.07.2004**

### **FOR THE APPROVAL OF THE LICENSES AND DISTRIBUTION OF THE ELECTRICAL ENERGY.**

Based on Law Nr. 9072, date 22.05.2003 "For the Electrical Energy Sector", article 13, point 1, letter c and also article 15; the Board of Commissioners of the Electrical Energy Regulations Sector (ERE) in the meeting of 09.07.2004 after examining the draft presented by the Department of Licenses and Monitoring and also the Department of Legal Issues and Public Relations:

#### **DECIDED**

1. The approval of the License for the Distribution of the Electrical Energy (The License attached to the decision).
2. This decision enters into force immediately and is published in the Official Journal.

**The Republic of Albania**  
**The Electrical Energy Regulations Sector (ERE)**

**LICENSE FOR THE DISTRIBUTION OF THE ELECTRICAL ENERGY**

Serial: \_\_\_\_\_ Number of License: \_\_\_\_\_

The entering in force date: \_\_\_\_\_  
(Decision of the Electrical Energy Regulations Sector (ERE), Nr. \_\_\_\_\_, date \_\_\_\_\_)

The License is given to: \_\_\_\_\_  
(Name and official address)

Company: \_\_\_\_\_  
(Name, place)

Fiscal Code: \_\_\_\_\_

The Registration Certificate: \_\_\_\_\_  
(Serial, Number, Place of Registration)

Based on the authority that has been given according to the Third Part of the Legislation Nr. 9072, date 22.05.2003 "For the Electrical Energy Sector", The Electrical Energy Regulations Sector (ERE) gives this License of Distribution ("License"), to exercise the activity of the distribution of the electrical energy (DEE) with Tariffs Regulated within the Authorized territory described in Annex A, of the mentioned juridical or physical person, called "The Licensed Person" Subject of the Conditions of this License. This License enters into power in the above written date and will be into force for a period of \_\_\_\_\_ years, in case it is not finished or stopped from the Electrical Energy Regulations Sector (ERE) in accordance with the Conditions of the License included here.

[Chairman]

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[Seal of the Electrical Energy Regulations Sector (ERE)]

**The Republic of Albania**  
**The Electrical Energy Regulations Sector (ERE)**

**LICENSE FOR THE DISTRIBUTION OF THE ELECTRICAL ENERGY**

Serial: \_\_\_\_\_ Number of License: \_\_\_\_\_

The License is given to: \_\_\_\_\_  
(Full Name of the licensed person)

**1. General Provisions**

1. The Electrical Energy Regulations Sector (ERE) is the only authority in the Republic of
2. Albania known according to the third part of the Legislation Nr. 9072, date 22.05.2003 “For the Electrical Energy Sector”, to allow and declare the entrance into force of this license.
3. If any of the conditions of this license abrogates, this condition will be hidden from the Conditions of the Licenses and the left Conditions of the license will continue to be entirely into power.
4. This license cannot be transferred, entirely or partially at any other person without a special written decision of the Electrical Energy Regulations Sector (ERE). When you approve a transfer, the Electrical Energy Regulations Sector (ERE) can change the period of License and other Conditions of the license after presenting a reasonable cause.
5. The Electrical Energy Regulations Sector (ERE) has the exclusive right to change it in case that the conditions and circumstances have changed. The Electrical Energy Regulations Sector (ERE) reserves in a specified manner the right to change this License for its perpetuation with the provisions of every Network Code, Distribution Code, Measuring Code or Regulations of the Market approved from his / her part of the Legislation into force.
6. Only one License for the Distribution of the Electrical Energy with Regulated Tariffs will be delivered for a special limited geographical region, but could be given also Licenses for the supply with electrical energy from the part of the Qualified Competitive Supplier for the Qualified Clients placed within this region.
7. The words and the following phrases used in the License, the Conditions of the License and Annexes, when used will have the following meanings:

<b>The Helping Services</b>	The necessary services to save defined safety, well established and qualitative electrical energy standards the helping services include: the compensation of the reactive energy, controls the power frequencies, the tension levels, presence and the allowing of the reserved capacities and other similar services.
<b>The Accompanying Business</b>	Every other business that directly or indirectly, entirely or partially is: <ol style="list-style-type: none"> <li>1. Is property of the licensed person; or</li> <li>2. Has the licensed person as a property; or</li> <li>3. Is the property of a person, who is property of the Licensed Person.</li> </ol>
<b>The Authorized Territory</b>	The geographically limited region, specified in the Annex A of the License, within which the Licensed Person is authorized to do the Licensed Activity.
<b>The using tariff of the distributing network from the qualified suppliers</b>	The payment that the Licensed person can decide for the use of the facilities of his / her Distributing Network from the Competitive Qualified Suppliers for the distribution of the electrical energy at the Qualified Consumers which is approved time after time by the Electrical energy Regulations Sector (ERE).
<b>Inter – Subventions</b>	Transferring the funds or dividing the costs within the account of the licensed person or between Accompanying Businesses for financial support of an activity or business with the cost of another.
<b>Distribution</b>	The transport of the electrical energy in the distributing networks of the middle tensions and also the low one (11KV, 35kV, 20kV, 10kV, 6kV and 0,4 kv) for supplying consumers with electrical energy.
<b>Distributing Network (DN)</b>	The electrical line of the low and medium tension (11KV, 35kV, 20kV, 10kV, 6kV and 0,4 kv), transformers and essential equipments used to ensure the supply with electrical energy for all the consumers.
<b>Electrical Energy</b>	The Electrical Energy and the electric capacity when the context requires it differently.
<b>The Qualified Consumer</b>	A consumer that has the right according to the legislation in force or the applied regulations of the Electrical Energy Regulations Sector (ERE) can select the supplier of the electrical energy for the electrical energy using for his / her personal needs.

<b>The Electrical Energy Regulations Sector (ERE)</b>	“ERE” means the Electrical Energy Regulations Sector or the following regulatory institution.
<b>The Legislation into force</b>	The Laws of the Albanian Republic approved by the Albanian Parliament and actually into force.
<b>License for the Distribution of the Electrical Energy</b>	A given license from the part of the Electrical Energy Regulations Sector (ERE) to make possible the activity of distributing the electrical energy in a special area.
<b>The Licensed Activity</b>	The necessary activities and also directly related with the operation of a Distributing Network with the objective to supply all the consumers with electrical energy within the Authorized Territory with Regulated Tariffs.
<b>The Licensed Person</b>	The person that keeps this license for the Distribution of the Electrical Energy, mentioned in the first page of this license.
<b>The Person</b>	“the Person” means every physical or juridical person.
<b>The Factor of Energy Losses</b>	The electrical energy losses assessed in the electric network with a specific tension, expressed in percentages in the total quantity of the electrical energy distributed in the respective network within the appropriate accounting period.
<b>The Qualified Competitive Supplier (QCS)</b>	A person has the right to supply with electrical energy the qualified Consumers just the one that has been prescribed from the Legislation into Force and regulations applied from the Electrical Energy Regulations Sector (ERE).
<b>The Regulated tariff</b>	A tariff actually into force approved from the Electrical Energy Regulations Sector (ERE) in base of the Legislation into Force as well as Regulations and Rules of the Electrical Energy Regulations Sector (ERE).
<b>Regulations and Rules</b>	Standards, codes, regulations, orders and other recommendations into force approved by the Electrical Energy Regulations Sector (ERE).
<b>The Methodology of the Calculation of the Service Cost</b>	The procedures for the calculation of the Tariffs settled from the Licensed Person related to the facilities of the Albanian Republic.
<b>The Small Producer of the Energy</b>	Producer of the electrical energy from a central with the capacity till 5 MW.
<b>Transferring</b>	Transferring means every sell, hiring system or any other disposal, completed one or partial, the right to be part of the Licensed Activity.
<b>The Operator of the Transmitting System (OTS)</b>	The Licensed responsible person for the transmitting activities and of the controlling operating process of the electrical producing centrals and other facilities and also resources in order to ensure stability, security, correctness and the efficient operation of the electro energetic system.

## **2. The Development of the Licensed Activity**

1. The Licensed Person is authorized from this License to exercise the Activity of the Licensed Person only within the borders of the Authorized territory. This right is exclusively given to the Licensed Person, except the requests found in paragraph 2.2.
2. The Licensed person will not put payments for the consumers except when this is defined by the Regulatory Tariffs. Related with a vertical integrated company that keeps license for the Distribution of the Electrical Energy and also the License to be involved in the transmitting and producing activities, the Regulatory Tariff can also include consumers' payments for all the licensed activities and total payments put separately in every Regulatory tariff approved by the electrical Energy regulatory Sector (ERE) within 6 months after the given time limit in the Article 33 of Law Nr. 9072, date 22.05.2004 "For the Sector of Electrical Energy" for the division of financial accounts.
3. If a consumer is near or is present to the authorized Territory more than a licensed Person that takes licenses for the Distribution of Electrical Energy, and wants to be linked with the distributing network or it needs another distributing network, the Electrical Energy Regulations Sector (ERE) may require a cost analyses for the Distribution of Services DS from every Licensed person. There, where a certain distribution of service facilities may be ensured from the Licensed Person with a very low cost compared from the other one, where the Electrical Energy Regulations Sector (ERE) may require or authorize that this service may be ensured from the Licensed person ensuring this services with a lower cost, nevertheless the requirements presented in the paragraph 1.5 and 2.1.
4. The Licensed person will not collaborate for any reason with other licensed persons for the preparation and negotiation of the Electrical Energy Regulations Sector (ERE) issues or for other payments applied on the consumers, except of what could be allowed primarily from the Legislation into Power or the regulations and Rules, and will not collaborate with any other way related to the Licensed Activity in order to damage the suppliers or the existing or potential consumers.
5. The Licensed person will not be involved with the Inter – Subventions. If the Licensed person is a vertical integrated company, will divide his / her financial accounts according to the producing activity, transmitting and distribution within the specified time limits required from the Legislation in Power in a way that adequately satisfies the Electrical Energy Regulations Sector (ERE) to conclude if there are Inter – Subventions, anti competing activities or discrimination.
6. The licensed person will not be involved in any monopole or anti competitive activity prohibition from the Legislation into Force and also Regulations and Rules approved by the Electrical Energy Regulations Sector (ERE).
7. The Licensed person will do the licensed Activity in accordance with the principles of the economical efficiency as well as the objective of achievement of the lowest cost.
8. The Licensed person will not be involved in other activities that prohibit or may prohibit the adequate development of the Licensed Activity. The Licensed person will inform the Electrical Energy Regulations Sector (ERE) before undertaking any other activity, except the Licensed Activity. The Electrical Energy Regulations Sector (ERE) may stop the

licensed person to act on every activity except the Licensed Activity or may put conditions for the development of this activity, necessary to protect the consumers.

9. The Licensed person will inform the Electrical Energy Regulations Sector (ERE) for the development of every Accompanying Business. The Electrical Energy Regulations Sector (ERE) may prohibit or impose conditions for the development of an Accompanying Business, necessary to protect the consumers of the Albanian Republic.
10. The Licensed person will not prohibit, prevent or try to prevent the other licensed persons or potential competitors to be involved or enter in a legal way in the business of the electrical energy sector in the Republic of Albania.

### **3. The Obligations of the Licensed Person**

1. The licensed person will implement the Legislation into force and all the Decisions of the Government and Regulations and Rules of the Electrical Energy Regulations Sector (ERE), not in conflict with the Legislation into force.

### **3.2 Calculations and Reporting**

2. The Licensed person will keep accounting registers and will prepare financial presses, which will be taken separate for the Licensed Activity and every other activity (including other licensed activities) where is involved the Licensed person, in accordance with the regulations and procedures of the approved accountability from the Electrical Energy Regulations Sector (ERE) and also in accordance with Law Nr. 7961, date 19.01.1993 "For the Accountability", Article 33 of Law Nr. 9072, date 22.05.2003 "For the Electrical Energy Sector" and also international standards of the accountability. The Licensed Person will deliver to the Electrical Energy Regulations Sector (ERE) annual financial declares in the exact 30 June of every year.
3. The Licensed person is required to prepare and deliver to the Electrical Energy Regulations Sector (ERE) in 31<sup>st</sup> march of every year, an annual report related to his / her activity in the previous calendar year including as the following:
  - a. A summary and analyze of the distributed activities of the Licensed persons;
  - b. Selling the electrical energy and all the data for gathering the invoices during the year;
  - c. The delivered service quality and details of every taken measure for the improvement of the delivered services in the area;
  - d. Every defect happening throughout the year;
  - e. Every programmed suspension of the electrical energy lasting more than the normal period, settled according to the regulations and rules.
4. The Licensed person will give to the Electrical Energy Regulations Sector (ERE), with his / her own request, within the form and time limit settled before by the Electrical Energy Regulations Sector (ERE) every information necessary for the Electrical Energy Regulations Sector (ERE) for the direction of his / her regulatory approved responsibilities.
5. The Licensed person will share the expenses had all together with between his Licensed Activity and other Activities (include here also the licensed one) in reasonable bases in accordance with the paragraph 3.2.1 of this License and also the practices of the general business accepted. The Licensed person will present to the Electrical Energy Regulations

Sector (ERE), the documentation that present bases for sharing the all together expenses as well as the achieved results.

6. The Licensed person will notify the Electrical Energy Regulations Sector (ERE), within 10 days for every change held:

- a. Address
- b. The statue of the licensed person
- c. The Registering Certificate
- d. Fiscal code
- e. The essential managers
- f. The structure of stockbrokers over 10%

7. If the Licensed person foresees an emergent situation as it is defined from the Legislation into force, the Licensed person will notify without being late the Electrical Energy Regulations Sector (ERE), and this announcement will describe all the measures will take the Licensed person in order to prevent or improve the effect of the emergent foreseen situation.

8. All the official announcements, applications, petitions and also declares related to the License should be in a written form, appointing respectively an authorized official or other representative of the Licensed or the Electrical Energy Regulations Sector (ERE). This will be sent by the postman or the register post, asking for the certification of the received letter. The parties' addresses should be evident and clear on the envelope. All the other announcements or other correspondence will be considered effective from the moment of being sent, or if the they are not sent for the fault of the postmen, from the moment of being presented.

### 3.3 The Use of Information

1. The Licensed person will ensure that every taken information from other people as a result of his / her Licensed Activity will not be given to anybody, except the cases when:
  - a. It is given pre head like in a written form with the Person that is related the information;
  - b. The information is made already public;
  - c. To the Licensed person is required or is allowed to spread the information in order to fulfill the Conditions of this License, an order by the Electrical Energy Regulations Sector (ERE) or every applicable legal provision.
2. The Licensed person will ensure that the Accompanying Business will not use any other information that has the licensed person in order to profit another competitive, not justified advantage, and will ensure that will not spread the information to any other person (including here the persons of another Accompanying Business) a possibility that may make this person to profit every commercial, unjustified advantage.
3. The Licensed person will compile and will present to the Electrical Energy Regulations Sector(ERE) the procedures to ensure the implementation of Paragraphs 3.2.1. and 3.2.2. with the request of the Electrical Energy Regulations Sector (ERE) the Licensed person will undertake every necessary step to save the confidential information disposed as well as presenting to the Electrical Energy Regulations Sector (ERE) reports related to the fulfillment of the specific obligations in the Paragraphs 3.2.1 and 3.2.2.
4. The information sent to the Electrical Energy Regulations Sector (ERE) from the part of the Licensed person will be considered public information\, except the cases where by specific requests of the Licensed person, the Electrical Energy Regulations Sector (ERE) by decision defines that this information is of a property nature and the public interest served from the spread information will not justify or compensate the potential damage caused to the Licensed person.
5. The licensed person will construct and maintain his/her Distributing Network with an adequate capacity in order to fulfill all the consumers requests within the Authorized Territory including here the enlargement or the improvement of his / her technical facilities according to the necessities, but although by condition that the Licensed persons will be not required to ensure Distributing Services in the parts of the Authorized Territory where it is not ensured this service in the Entering Date force of this License, except when it is required from an approved regulation for the part of the Electrical Energy Regulations Sector (ERE) which ensures a correct division of the added cost for the security of this service within the consumers that require it and existing consumers of the Licensed person.

6. The Licensed person will compile and implement policies and programs to achieve a high level quality and maintenance of the Distributing Services in accordance with the Regulations and Rules of the Electrical Energy Regulations Sector (ERE).
7. The Licensed person will undertake all the necessary measures to improve the operating and the economical efficiency of the Licensed Activity with the aim to ensure quality and stability of the implemented services in the consumers' profiting.

The Licensed person will respect the Regulations and applicable Rules of the Transmitting Operator System approved by the Electrical Energy Regulations Sector (ERE), including the overall action of all the operative orders, instructions and guidelines and also the delivery of all the other technical information required.

In order to lessen the implementation of the Licensed Activities, the licensed person may require his / her lines rights, the right to use it and also expropriation in accordance with the Legislation in force.

The Licensed person, based on the Legislation in force, has the right to buy ground sites, other properties and to do constructing work for all the time that these actions perpetuate with the Regulations and Rules of the Electrical Energy Regulations Sector (ERE)

### 3.9. Regulations' Payments

The Licensed person will pay regulations' payments in a regular way and during the continuation of the term of this License as it is defined from the Electrical Energy Regulations Sector (ERE) in accordance with Article 64 of the Legislation Nr. 9072, date 22.05.2003 "For the Electrical Energy Sector" and the applicable regulations of the Electrical Energy Regulations Sector (ERE).

If the Licensed person does not pay to the Electrical Energy Regulations Sector (ERE), the regulations' payments as it is defined in paragraph 3.10.1. within the required period of time from the part of the Electrical Energy Regulations Sector (ERE), the Licensed person will be penalized in accordance with Article 64 of the Legislation Nr. 9072, date 22.05.2003 "For the Electrical Energy Sector".

### 3.10. FKK Tariffs

FKK Tariffs will be organized and approved by the Electrical Energy Regulations Sector (ERE). It is right that the licensed persons should require changes of the FKK tariffs time after time in order that they reflect the real cost.

The complete FKK payments will be defined based in the FKK Tariffs and also of the quantities of the electrical energy registered from the measures installed in the borders between the Distributing Network and consumers related to the Distributing Network.

The FKK Tariffs, approved from the Electrical Energy Regulations Sector (ERE) will be set in order to ensure to the Licensed person as the following:

- a. Adequate incomes to cover reasonable levels of costs and profits; and
- b. Awards to reduce costs and operate in an efficient way.

During the first 2 years after the Entering date into Force of every starting Tariff of FKK, the Licensed person will propose to the Electrical Energy Regulations Sector (ERE) the changing of FKK Tariffs in order to improve the relation between the structure of prices and actual cost of the ensuring distributed services.

The Licensed person will compile the Calculating Methodology of the Service Costs for the compilation of the FKK Tariffs in order to liquidate the reasonable costs and their ensuring profits of these services. The Calculating Methodology of the Service Costs and also every amendment will be considered effective only after being approved by the Electrical Energy Regulations Sector (ERE).

The Licensed person may require reasonable payments security from the part of the consumers according to his / her duties and responsibilities held during his / her Licensed Activity in accordance with every Regulation and Rule approved by the Electrical Energy Regulations Sector (ERE).

The Licensed person may detach a consumer for non-payment of the electrical energy bills in accordance with every Regulation and rule applicable to the Electrical Energy Regulations Sector (ERE) Small licensed Producers of Energy and Competitive Qualified Licensed Suppliers,). The Licensed people will re connect the consumers' electrical energy after he / she pays the bills in accordance with every regulation and Rule approved by the Electrical Energy Regulations Sector (ERE).

### **3.13. Access in the Distribution Network**

The Licensed person will ensure access in the Distributing Network in order to be re connected and to use the Distributing Network facilities, for all the consumers, Small licensed Producers of Energy and Competitive Qualified Licensed Suppliers, in a correct, reasonable and not discriminating basis.

Within 30 days from the moment of taking the request from a consumer, a Small licensed Producers of Energy and Competitive Qualified Licensed Suppliers, the Licensed person will be answered ensuring to the applicant the necessary information related to his / her distributing facilities and other services, including here also detailed information over the technical conditions, services and additional needed permissions, requests for measuring the electrical energy, elaboration of information, payments, terms and conditions of the agreement. The Licensed person may charge additional payments for the implementation of this information. The Electrical Energy Regulations Sector (ERE) may give to the Licensed person a length of 30 more days for a correct answer, after the reason that will give the Licensed person, if the Licensed person requires from the Electrical Energy Regulations Sector (ERE) a length of 15 days after taking the request.

The Licensed person will send to the applicant the respective agreement draft within 30 days after taking the application for connecting or using the Distributing Network facilities.

The Licensed person will not have any agreement that may result in infringements of the Conditions of the License.

The Licensed person will require to the consumers, to the Small licensed Producers of Energy and Competitive Qualified Licensed Suppliers to pay the applied payment for the connection. The Licensed person will give the consumers options to pay the applied payments for the connection through an immediate payment of the complete sum of money or in monthly equal payments during a defined period in the linked agreement not less than 6 months.

The Licensed person will not discriminate in an unreasonable way any Person during the exercise of his / her Licensed Activity.

The Licensed person may stop the ensured services from him / her in accordance with this License for every period of time during the one that the service or not the service of more than one consumer or suppliers of electrical energy puts into risk the security, stability or the operating quality of the Distributing Network or the ensured consumers' services or suppliers, or may prohibit or stop the Licensed Activity from the Licensed Person or during the emergency situations in the supply with electrical energy as it is defined in the Legislation into force.

The disagreement between a Licensed Person and a consumer or the Licensed person and another licensed one (including here a Competitive and Qualified Supplier) that has to do with an issue within the jurisdiction of the Electrical Energy Regulations Sector (ERE) that could not be solved from the Electrical Energy Regulations Sector (ERE), within the aim of the authority of the Electrical Energy Regulations Sector (ERE) and also in accordance with the Regulations and Rules of the Electrical Energy Regulations Sector (ERE)..

A decision of the Electrical Energy Regulations Sector (ERE) may appeal in the Court of Fact in Tirana according to the legislation in force.

### **3.16 Measuring the Electrical Energy and the Factor of Losses of the Energy**

The Licensed person will ensure to the readers of the commercialized measure apparatus put in the interrelated points in the Authorized territory in order to exercise his / her activity specified in the Annex A.

The Licensed person will ensure to the readers of the measuring apparatus for all the consumers put in the territory of the Licensed Activity for all the suppliers, including here the Competitive Qualified Suppliers, in non – discriminating and confidential bases,

which will be compensated in a reasonable way for all the respective costs from the Tariffs of FKK.

The Licensed Person:

- a. Will keep a system for the assessment of the quantity of electrical energy consumed from the consumers for which the actual readings of the measuring apparatus are not achieved or not justified; in accordance with the legislation into power and approved regulations from the Electrical Energy Regulations Sector (ERE).
- b. Will define the consume for every hour of the electrical energy for all the Qualified Consumers supplied from the Competitive and Qualified Suppliers throughout measures, assessments of the quantity of consuming hours or throughout any other acceptable method, and
- c. Will take the approval from the Electrical Energy Regulations Sector (ERE) for all the methods and procedures used to identify and evaluate the electrical energy consummation.

The Electrical Energy Regulations Sector (ERE) is authorized to correct the Factor of Electrical Energy Losses presented in every Tariff of the FKK, nearly every three years after entering into force of this License. The Correction of the Factor of Electrical Energy Losses may be done in every other time if there has been done an agreement between the Electrical Energy Regulations Sector (ERE) and the licensed person. The Electrical Energy Regulations Sector (ERE) may propose change of the Factor of Electrical Energy Losses base on corrections of the technical calculations, plans of the licensed persons and every other data related to the Licensed Activities.

The Licensed person, within 2 years from the Entering Date into Force of this License will propose to the Electrical Energy Regulations Sector (ERE) to regulate the Factor of Electrical Energy Losses in accordance with the Tariff of the FKK.

The Licensed person will cooperate with the Transmitting Operating System for the goal of defining the quantity of the electrical energy in order to ensure to the consumers within the Authorized territory of the Licensed person from the Competitive Qualified Supplier. With the aim that the Transmitting Operator System of the to define the quantity of the electrical energy given from the transmitting network to the Distributing Network of the Licensed person for the supplying of the consumers from every other special licensed person, including here also the regulated tariffs and also the licensed Qualitative and Competitive Supplier, the Licensed person has:

- a. He / she will define in base of hours the quantity of the electrical energy given from the part of the Licensed Person at every consumer to whom is ensured the supply with electrical energy from the licensed Qualitative and Competitive Supplier, taking into consideration measuring indicators of these consumers; and

- b. He / she will report this regulated information for the Factor of Electrical Energy Losses presented in Annex B, in daily basis of the Transmitting Operator System in accordance with the regulations and codes.

The Licensed person will inform the Electrical Energy Regulations Sector (ERE) at least one year before, for all the plans acting and having enormous changes in his / her electrical energy network, if these changes can send you in the reduction of the capacities of the network or decreasing the stability of the Distributing Network. With the request of the Electrical Energy Regulations Sector (ERE), the Licensed person will present to the Electrical Energy Regulations Sector (ERE) economical and technical evidence for his / her intended actions.

#### **4. The Control over the Implementation of the Licensed Activities**

The Electrical Energy Regulations Sector (ERE) will monitor the implementation of the Licensed person from the Conditions of the Licenses, where will be examined the taken reports from the Licensed Person in every time, who is authorized to inspect the registration of the calculations of the Licensed person and will require a technical auditing and / or countable activities of the Licensed person.

Authorized representatives of the Electrical Energy Regulations Sector (ERE) have the right to inspect objects of the Licensed person, equipments and his / her documentation to verify the implementation of the Licensed Activity in accordance with the Conditions of the License as well as the Regulations and Rules of the Electrical Energy Regulations Sector (ERE). The Licensed person will ensure any help required, necessary for the Electrical Energy Regulations Sector (ERE) during his / her inspection.

Based on the verified complaint of the third parties or based on the proper proposal of the Electrical Energy Regulations Sector (ERE) , the last one may start a survey over the implementation of the Licensed person of the Conditions of his / her Licenses or Regulations and Rules of the Electrical Energy Regulations Sector (ERE).

**The Republic of Albania**  
**The Electrical Energy Regulations Sector (ERE)**

**LICENSE FOR THE DISTRIBUTION OF THE ELECTRICAL ENERGY**

The License is given to:

\_\_\_\_\_

(Name and official address)

Serial: \_\_\_\_\_

Number of License:

\_\_\_\_\_

The entering in force date of this Annex: \_\_\_\_\_

## **ANNEX A**

### **THE AUTHORIZED TERRITORY FOR THE LICENSED ACTIVITY**

[The description of the territory where the Licensed person is authorized to lead the  
Licensed  
Activity and the detailed map of the geographical area and also the Distributing Network]

**The Republic of Albania**  
**The Electrical Energy Regulations Sector (ERE)**

**LICENSE FOR THE DISTRIBUTION OF THE ELECTRICAL ENERGY**

The License is given to:

\_\_\_\_\_

(Full Name of the licensed person))

Serial: \_\_\_\_\_

Number of License:

\_\_\_\_\_

The entering in force date of this Annex: \_\_\_\_\_

## ANNEX B

The tariffs of the Distribution of the Electrical Energy and the Factor of the Energy Losses

Tension Class	The tariffs of the Distribution of the Electrical Energy	The Factor of the Annual Energy Losses
0.4 kV	Lek for kWh	%
0.6 kV	Lek for kWh	%
10 kV	Lek for kWh	%
35 kV	Lek for kWh	%
110 kV	Lek for kWh	%