

ENERGY AND WATER SERVICES REGULATORY COMMISSION  
OF THE REPUBLIC OF NORTH MACEDONIA



# RECENT DEVELOPMENTS

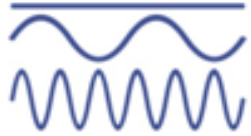
**NATASHA VELJANOVSKA**  
**Member of ERC**

49<sup>th</sup> ECRB Meeting

14 September 2021, 10:00-15:00

RAE premises – Athens, Peiraios 132 and virtual





- ERC has 7 Commissioners. In 2020 the mandate of 2 members was terminated (1 had resigned and 1 is in pension). Two new members were elected by the Parliament in May 2021.
- ERC has 37 persons employed in professional and administrative services.
- In April 2021 the Financial Plan of ERC for 2021 was approved by the Parliament of the Republic of North Macedonia (was submitted on 29<sup>th</sup> of October 2020).
- ERC prepared the Annual Report for 2020 and it was published in April 2021 on [www.erc.org.mk](http://www.erc.org.mk).

# SECONDARY LEGISLATION

---

- From the period of 14<sup>th</sup> of April 2021 to 14<sup>th</sup> of September 2021 ERC approved:
  - ✓ Changes of Rulebook on preferential producers from renewable energy sources,
  - ✓ Development plan of the electricity transmission system for the period 2021-2030 of the MEPSO JSC (Electricity TSO),
  - ✓ Plan for reduction of electricity losses in the electricity distribution system for the period 2021-2023 of the LLCSP Elektrodistribucija (Electricity DSO),
  - ✓ Developments plans of the natural gas distribution systems for the period 2021-2025,
  - ✓ Distribution Grid Codes for Thermal Energy for Heating,
  - ✓ Changes of the Electricity Balancing Rules,
  - ✓ Plan for Maintenance of the Electricity Distribution Grid for 2021 of ESM JSC – Subsidiary Energetika,
  - ✓ Rules for Personal Data Protection in accordance with the new Law on Personal Data Protection.
  
- Setting the water services tariffs for the regulated period 2022-2024.
  
- Issuing of licences, resolutions and decision for preferential producers, resolutions on complaints, etc.
  
- The following is in approval procedure:
  - Electricity Transmission Grid Code of the MEPSO JSC (Electricity TSO),
  - Development plan of the electricity distribution system for the period 2022-2026 of the LLCSP Elektrodistribucija (Electricity DSO)

# ELECTRICITY TARIFFS

---

- On 30<sup>th</sup> of June 2021 ERC issued decisions for setting the maximum regulated revenues and tariffs for the regulated electricity activities: transmission, organizing electricity market, distribution and universal supply for the period of 1<sup>st</sup> of July 2021 to 30<sup>th</sup> of June 2022.
- The average electricity transmission tariff for MEPSO JSC (Electricity TSO) for 2021 is 0,2754 MKD/kWh and it was increased by 41,06% compared to the previous one (0,1952 MKD/kWh).
- The average electricity tariff for organization and operation of the electricity market for MEMO LLC (Electricity MO) for 2021 is 0,0080 MKD/kWh and it was decreased by -0,89% compared to the previous one (0,0081 MKD/kWh).
- The average electricity distribution tariff for LLCSP Elektrodistribucija (Electricity DSO) for 2021 is 1,5192 MKD/kWh and it was decreased by 1,31% compared to the previous one (1,5393 MKD/kWh).
- On 15<sup>th</sup> of July 2021 the Parliament adopted changes of the Law on Value Added Tax, by which the VAT for the electricity for households is decreased from 18% to 5% until 30<sup>th</sup> of June 2022, and 10% for the period of 1<sup>st</sup> of July 2022 to 30<sup>th</sup> of June 2023.
- With these changes the electricity prices (including VAT) for households supplied by the universal supplier for 2021 remained on the same level as in 2020.

# NATURAL GAS

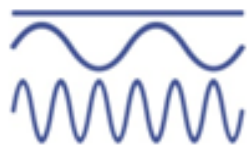
---

- Regarding the long-standing dispute between the Government of the Republic of North Macedonia and MAKPETROL AD Skopje, for the determination of the participation of each party in the realization of the construction of the gas pipeline system in the Republic of North Macedonia, a Law for resolution of dispute among the Government of the Republic North Macedonia and MAKPETROL AD Skopje through settlement, has been prepared and adopted by the Parliament. The Ministry of Economy shall be the full owner of the natural gas transmission system operator. The process for certification of the natural gas transmission system operator is expected to begin.
- DESFA – Hellenic Gas TSO and NER JSC Skopje on 10<sup>th</sup> of September signed a Cooperation Agreement for the development and construction of the Greece-North Macedonia Gas Interconnector. The Cooperation Agreement establishes the cooperation principles pursuant to which DESFA and NER intend to coordinate the main phases, respective commitments and accompanying milestones of the development of the project. With a total length of 123 km and an initial transmission capacity of 1.5 billion c.m./year (possibility to reach 3 billion c.m./year), the pipeline will extend from Nea Mesimvria, near Thessaloniki, to Negotino via the Evzoni/Gevgelija interconnection point, connecting the national gas transmission systems of Greece and North Macedonia.

# RES PREFERENTIAL PRODUCERS USING FEED-IN TARIFFS

---

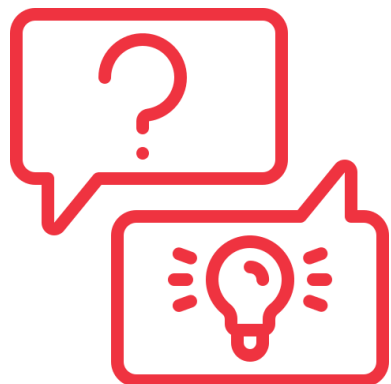
- Currently the total installed capacity of 203 preferential producers using feed-in tariffs is 148,46 MW:
  - ✓ 87,36 MW (96 small hydro power plants) and planned 36 MW (29 small hydro power plants are under construction);
  - ✓ 16,71 MW (102 photovoltaic power plants);
  - ✓ 36,80 MW (1 wind power plant and the remaining capacity of 13,20 MW - second phase is in the process of construction) and 123,2 MW (4 wind power plants are in process of construction);
  - ✓ 6,99 MW (3 biogas plants) and planned 4 MW (4 biogas plants are under construction);
  - ✓ 0,6MW (1 biomass plant) and 2 MW planned (2 biomass plants are in the process of construction).



ENERGY AND WATER SERVICES REGULATORY COMMISSION  
OF THE REPUBLIC OF NORTH MACEDONIA



# THANK YOU FOR YOUR ATTENTION!



Natasha Veljanovska  
Member of ERC

e-mail: [natasha.veljanovska@erc.org.mk](mailto:natasha.veljanovska@erc.org.mk)

URL: [www.erc.org.mk](http://www.erc.org.mk)

49<sup>th</sup> ECRB Meeting

14 September 2021, 10:00-15:00

RAE premises – Athens, Peiraios 132 and virtual

