

Pursuant to Article 4.8 of the Law on Transmission of Electric Power, Regulator and System Operator in Bosnia and Herzegovina (Official Gazette of BiH, 7/02, 13/03, 76/09 and 1/11) and Articles 6 and 7 of the Rule on Tariff Proceedings (Official Gazette of BiH, 44/05), deciding upon the application of Independent System Operator in Bosnia and Herzegovina number: 34/15 of 30 October 2015, at the session held on 29 December 2015, the State Electricity Regulatory Commission adopted

DECISION

1. It is determined that the annual revenue requirement of the Independent System Operator in Bosnia and Herzegovina in 2016 shall amount to 7,118,165 BAM and the tariff for its operation shall amount to 0.0592 fening/kWh.
2. The ISO BiH is obligated to finance individual components of the revenue requirement within the values approved by this Decision as follows:

Description	2016 <i>requested</i>	2016 <i>approved</i>	Index <i>(3/2)</i>
<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>
Costs of material	62,500	62,500	1.000
Costs of services	2,248,936	1,154,836	0.514
Labour costs	3,640,928	3,336,834	0.916
Depreciation	752,982	752,982	1.000
Costs of interest	158,900	49,400	0.311
Regulatory fee	70,000	70,000	1.000
Other expenditures	1,372,075	1,330,975	0.970
Other costs	80,000	80,000	1.000
A. Total costs and expenditures	8,386,321	6,837,527	0.815
1. Surplus revenue in the preceding period		141,202	
2. Surplus expenditure			
2. Surplus revenue	327,000	496,816	0.943
3. Financial reserves	200,000	200,000	1.000
4. Other revenues	1,074,976	274,976	0.256
6. Electricity revenues (A-1-2+3+4-5)	7,838,345	7,118,165	0.908
B. Total revenues (5+6)	8,913,321	7,393,141	0.829
C. Energy (kWh)	12,014,071,475	12,014,071,475	1.000
D. Tariff (fening/kWh)	0.0652	0.0592	0.908

3. In cooperation with distribution system operators (DOS), customers directly connected to the transmission system and producers taking over electricity from the transmission system for the need of production process, the Independent System Operator in BiH and the Transmission Company (*Elektroprenos BiH*) shall be obligated to prepare a report on energy volumes at all points of take-over upon the expiry of each calendar month.
4. On the basis of the report referred to in the previous Item, ISO BiH services for customers connected to the transmission system and customers connected to the distribution system shall be billed to the relevant suppliers and DOSs, that is, legal person within which DOS operates, respectively. ISO BiH services for energy taken over in the pumping mode shall be billed to holders of licenses for production.
5. The tariff as set out by this Decision shall be used when setting end-customer tariffs/prices in accordance with the structure of tariff elements for specific consumption categories.

6. This Decision shall enter into force on the day of the adoption and it shall be applied as of 1 January 2016.

The statement of the Decision shall be published in the Official Gazette of BiH and the official gazettes of the Entities and Brčko District of Bosnia and Herzegovina.

Number: 04-28-5-326-48/15
29 December 2015
Tuzla

Chairman of the Commission
Milorad Tuševljak