

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", number 7/02 and 13/03), Articles 7 and 18 of the Rule on Tariff Proceedings ("Official Gazette of BiH", number 44/05), deciding upon the application of "Elektroprenos Bosne i Hercegovine" a.d. Banja Luka, number: 01-2872/06 of October 30, 2006, at its session held on April 19, 2007, the State Electricity Regulatory Commission issued

### **DECISION**

1. It is determined that the annual revenue requirement of the Company for Transmission of Electricity in BiH ("Elektroprenos Bosne i Hercegovine" stock company Banja Luka) for 2007 shall amount 125,443,181 KM and the tariff for electricity transmission services (transmission fee) shall be as follows:
  - The average transmission fee shall amount 0.931 pf/kWh and applies to declared export, and it shall be paid by owners of the license for international trade in electricity,
  - Part of the transmission fee pertaining to energy amounts 0.695 pf/kWh and applies to the customers in Bosnia and Herzegovina who take over electricity from the transmission network,
  - Part of the transmission fee pertaining to capacity amounts 1.652 KM/kW and applies to the customers in Bosnia and Herzegovina who take over electricity from the transmission network,
  - The fee pertaining to declared electricity import from the countries that have the perimeter country status within the Inter-TSO Compensation Mechanism (ITC mechanism) amounts 0.389 pf/kWh and it shall be paid by owners of the license for international trade in electricity.
2. The Independent System Operator in Bosnia and Herzegovina is ordered to prepare at the end of every month reports on values of declared import and export with the related values for each license owner in the power sector, based on which the Company for Transmission of Electricity in BiH shall bill the services in accordance with the tariff from sub-paragraph 1 of the previous Point.
3. In cooperation with the Company for Transmission of Electric Power in BiH and owners of licenses for electricity distribution, at the end of each calendar month ISO BiH is obligated to prepare the report on the values of energy and peak loads at all points of take-over. The fees for energy and capacity shall be billed on the basis of this report.
4. The regulatory authorities for electricity in the Federation of Bosnia and Herzegovina and the Republika Srpska, as well as the competent authority of Brčko District, shall use the tariff set by this Decision when setting end-customer tariffs in accordance with the structure of tariff elements for specific consumption categories.
5. This Decision shall enter into force on the day of its issuance, and it shall be applied as of May 1, 2007 and published in the "Official Gazette of BiH" and the official gazettes of the entities and Brčko District of Bosnia and Herzegovina.

The Decision with rationale shall be distributed to the applicant and interveners in the tariff proceedings and shall be published on the SERC web site no later than 30 days after its issuance.

Reference Number: 04-322-42/06  
April 19, 2007  
Tuzla

Chairman of the Commission  
mr Vladimir Dokić