

Pursuant to Article 15 and in connection with Article 36 of the Energy Law (*Official Gazette of the Republic of Serbia*, No. 84/04) and Article 12 of the Statute of the Energy Agency of the Republic of Serbia (*Official Gazette of the Republic of Serbia*, No. 52/05),

The Council of the Energy Agency of the Republic of Serbia, at the 35th Council Session held on 2 February 2007, passed the following

**DECISION  
ON AMENDMENTS TO THE DECISION  
ON DETERMINING METHODOLOGY FOR SETTING TARIFF ELEMENTS FOR  
CALCULATING PRICES FOR ACCESS TO AND USE OF SYSTEM FOR  
ELECTRICITY DISTRIBUTION**

*(This Decision was published in the Official Gazette of the Republic of Serbia No. 18 dated 14 February 2007)*

1. In the Decision on Methodology for setting tariff elements for calculating prices for access to and use of system for electricity distribution (*Official Gazette of the Republic of Serbia*, No. 68/06), in the Methodology for calculating prices for access to and use of system for electricity distribution, "Section V – ALLOCATION OF MAXIMUM ALLOWED REVENUE TO TARIFF ELEMENTS", is amended and reads

**„V. ALLOCATION OF MAXIMUM ALLOWED REVENUE TO TARIFF  
ELEMENTS**

Maximum allowed revenue of the energy entity ( $MOP_t$ ), defined as the sum of maximum allowed revenue for electricity distribution and distribution system operation ( $MOP_t = MOP_{dis_t} + MOP_{uds_t}$ ), is allocated to tariff elements as follows:

- power in kW,
- active energy in kWh
- reactive energy in kVarh

The tariff element "power" is defined as the annual sum of the monthly maximum powers of all distribution system users. Monthly maximum power is set in accordance with the Tariff System for access to and use of electricity distribution system (hereinafter referred to as: the Tariff System)

The tariff element "active energy" is the active energy that is delivered to distribution system users annually.

The tariff element "reactive energy" is the total reactive energy that is delivered to distribution system users annually.

Allocation of maximum allowed revenue to tariff elements and tariff rates is determined by the Tariff System depending on the category and the group of users set by that Tariff System.

Part of the maximum allowed revenue determined by the Tariff System is allocated to tariff elements 'power' and 'active energy', based on the share of variable and fixed costs in the total costs, based on the analyses of seasonal and daily consumption diagrams for each category and group of customers realised during previous regulatory periods, or forecasted for the following regulatory period, and other objective technical and economic parameters.

Part of the maximum allowed revenue determined by the Tariff System is allocated to tariff element 'reactive energy' based on the cost analyses for the use

of transmission system, structure and the value of the distribution system facilities, energy balance and other objective technical and economic parameters.”

2. This Decision shall be published in the *Official Gazette of the Republic of Serbia*.

Ref No: 33-5/2007-D-I

In Belgrade, 2 februar 2007

**Council of the Energy Agency of the Republic of Serbia**

President of the Council

Ljubo Macic