

# Regulation quality of electricity supply in Ukraine

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## Legislative framework

- Electricity Law with changes of 05.07.2012:
  - Regulator approves continuity of supply and commercial quality indicators
- Regulator Law (in force from 26.11.2016)
- Electricity Market Law (adopted by Parliament 13.04.2017, has not come into force yet):
  - Regulator's powers are expanding on Power Quality Regulation



# Implementation of a service quality monitoring system

- In 2005 NERC started the implementation of a service quality monitoring system:
  - 06.07.2006 - implementing the monitoring of indicators of the electricity supply continuity and commercial service quality (NERC's Resolution №68-p)
  - In the framework of a Twinning Project, with the assistance of the Italian Regulator AEEG, the monitoring forms were finalized in 2007
- Reporting forms (NERC's Resolution №1015 from 25.07.2013):
  - № 11-NERC (quarterly) "Report on indicators of continuity of electricity supply"
  - № 12-NERC (quarterly) "Report on indicators of the commercial quality".



## 2. Continuity of supply



# Continuity of supply indicators (DSO)

- Classification of interruption:
  - Due to:
    - Planned with notification(10 days before)
    - Planner without notification
    - Interference of other licencees and consumers
    - Force majeure
    - Third party interference
    - Technical causes
  - By duration: short (< 3 min) and long ( $\geq 3$ min)
  - By voltage level: 110/150 kV, 27,5-35 kV, 6-10 kV, 0,4 kV
  - By territorial density: rural and urban
- Each DSO has to maintain and send to the NEURC Registers of interruptions in electricity supply
- Continuity of supply indicators: SAIDI, SAIFI, ENS, MAIFI

*Responsibility of DSO's*



# Register of interruptions in electricity supply

№	Code of source of information	Equipment name	Voltage level				Classification of interruptions							Date and start time of interruption dd.mm.yyyy hh:mm	Date and time of end of interruption dd.mm.yyyy hh:mm	Duration, min.	Type of interruption	Voltage level 0,4 kV				Voltage level 6 - 20 kV		Voltage level 27,5 - 35 kV selling points, number.	Voltage level 110 / 154 kV selling points, number.	Notes
							planned	unplanned										urban	rural		urban	rural				
			with notice	without notice	the fault of other licensees or consumers	force majeure																	the fault of others entities			
			4	5	6	7	8	9	10	11	12	13	14					15	16	17	18	19	20			
Total: 8 interruptions			2	2	2	2	1	2	1	1	0	3			2 076	1-7/sh-1	14	1 118	9	748	67	6	10	2		
1	05		X									X	01.06.2008 11:01	01.06.2008 11:10	9	long	4	200	2	258	25		5	1		
2	05		X									X	05.06.2008 10:10	05.06.2008 10:13	3	long	4	200	2	258	25		5	1		
3	04			X			X						05.06.2008 16:00	05.06.2008 20:10	250	long	2	108			12					
4	04			X				X					08.06.2008 10:00	09.06.2008 12:50	1 610	long	1	100	2	52		5				
5	04				X						X		10.06.2008 07:01	10.06.2008 07:02	1	short	2	100	2	40	5	1				
6	04				X				X				11.06.2008 21:01	11.06.2008 22:10	69	long	1	250	1	120						
7	05					X					X		21.06.2008 21:00	21.06.2008 23:11	131	long	[1]	160								
8	05					X		X					30.06.2008 11:01	30.06.2008 11:04	3	long			[1]	20						

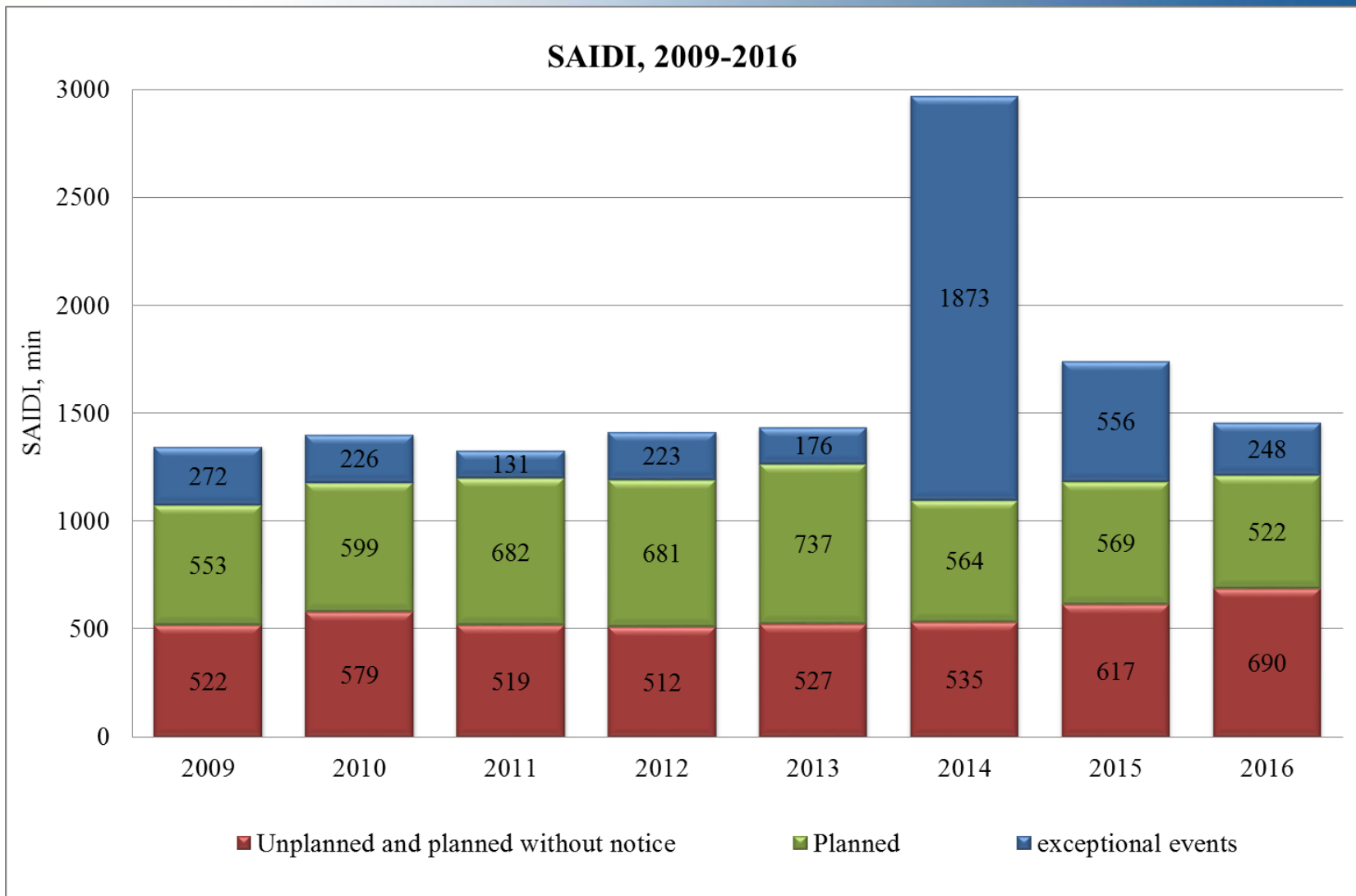


# Continuity of supply indicators - 2016

Voltage level	SAIDI							SAIFI							ENS							MAIFI							Selling points, numbers	Energy consumption, ths. kWh
	planned		unplanned					Total	planned		unplanned					Total	planned		unplanned					Total						
	with notice	without notice	the fault of other licensees or consumers	force majeure	the fault of others entities	technical network problems	with notice		without notice	the fault of other licensees or consumers	force majeure	the fault of others entities	technical network problems	with notice	without notice		the fault of other licensees or consumers	force majeure	the fault of others entities	technical network problems										
110 / 154 kV	1,4	5,3	2,9	5,5	0,1	5,7	<b>20,9</b>	0,02	0,05	0,04	0,03	0,00	0,11	<b>0,25</b>	151,3	794,5	482,4	1471,2	53,9	845,6	<b>3798,9</b>	0,007	0,018	0,001	0,001	0,000	0,009	<b>0,036</b>	826	28009135,060
27,5 - 35 kV	28,6	11,3	1,8	10,6	1,5	17,8	<b>71,5</b>	0,12	0,21	0,01	0,07	0,01	0,22	<b>0,65</b>	4642,9	1960,0	469,6	1398,3	159,9	2294,3	<b>10924,9</b>	0,004	0,064	0,000	0,004	0,001	0,009	<b>0,081</b>	2 073	4391169,877
6 - 20 kV	401,9	243,6	28,3	160,3	19,2	301,6	<b>1 154,8</b>	1,86	3,11	0,18	0,53	0,15	2,42	<b>8,26</b>	41990,3	28259,1	6041,9	15158,6	2094,2	37115,2	<b>130659,4</b>	0,107	0,591	0,007	0,042	0,006	0,410	<b>1,162</b>	86 940	22501865,78
	236,4	167,7	25,2	47,3	10,7	215,0	<b>702,4</b>	1,21	2,64	0,18	0,31	0,13	2,11	<b>6,58</b>	18290,1	14648,2	4085,3	4164,6	879,2	20291,0	<b>62358,5</b>	0,051	0,468	0,005	0,020	0,005	0,221	<b>0,769</b>	53 635	18341628,499
	642,2	382,5	39,4	407,0	39,9	416,2	<b>1 927,2</b>	2,86	3,82	0,21	0,79	0,19	2,81	<b>10,67</b>	23700,2	13610,9	1956,6	10994,0	1215,0	16824,2	<b>68300,9</b>	0,172	0,698	0,009	0,066	0,008	0,637	<b>1,590</b>	33 305	4160237,282
0,4 kV	90,0	63,0	3,4	12,7	2,0	42,1	<b>213,2</b>	0,35	0,47	0,03	0,04	0,01	0,33	<b>1,22</b>	7816,9	5681,7	351,8	1160,6	176,5	3833,3	<b>19020,9</b>	0,000	0,002	0,000	0,000	0,000	0,002	<b>0,004</b>	17 850 446	51023362,02
	72,6	56,2	4,1	10,6	1,9	35,3	<b>180,7</b>	0,30	0,46	0,04	0,03	0,01	0,30	<b>1,14</b>	4334,3	3539,4	295,5	681,3	118,1	2385,8	<b>11354,4</b>	0,000	0,002	0,000	0,000	0,000	0,002	<b>0,004</b>	11 407 865	35945755,823
	113,2	75,3	1,6	15,4	2,0	48,5	<b>255,9</b>	0,42	0,50	0,01	0,05	0,01	0,33	<b>1,32</b>	3482,7	2142,3	56,3	479,3	58,4	1447,5	<b>7666,5</b>	0,000	0,002	0,000	0,000	0,000	0,001	<b>0,004</b>	6 442 581	15077606,202
<b>Total</b>	<b>521,8</b>	<b>323,3</b>	<b>36,4</b>	<b>189,0</b>	<b>22,7</b>	<b>367,2</b>	<b>1 460,4</b>	<b>2,35</b>	<b>3,84</b>	<b>0,26</b>	<b>0,67</b>	<b>0,17</b>	<b>3,09</b>	<b>10,38</b>	<b>54601,4</b>	<b>36695,3</b>	<b>7345,7</b>	<b>19188,8</b>	<b>2484,5</b>	<b>44088,4</b>	<b>164404,1</b>	<b>0,119</b>	<b>0,674</b>	<b>0,008</b>	<b>0,046</b>	<b>0,007</b>	<b>0,429</b>	<b>1,283</b>	<b>17 940 285</b>	<b>105925532,7</b>



# SAIDI, 2009-2016







## 2.1 Q-factor in incentive regulation formula



# SAIDI in incentive regulation formula

- Determined by NERC's resolutions №1009 from 23.07.2013, №1032 from 26.07.2013.
- Target: achieve SAIDI (0,4-20 kV) to 150 minutes (for urban areas) and 300 minutes (for rural areas) for 8 years from the date of transition to incentive regulation
- Maximum penalty – 1% of the income
- ***Incentive regulation does not apply***



## Q-factor

$$Q = (SAIDI_{target} - SAIDI_t) \times P \times \frac{E_t}{365 \times 24 \times 60}$$

where:

$SAIDI_{target}$  - target SAIDI. Calculated yearly taking into account the average SAIDI for 3 years before transition to incentive regulation and target 150/300 min.

$SAIDI_t$  - actual SAIDI in year  $t$ .

$P$  – price of energy not supplied.

$E_t$  - energy distributed in year  $t$ .

If  $(SAIDI_{target} - SAIDI_t) > 0$  then  $Q = 0$



## 3. Commercial quality



# Commercial quality indicators

- Each company has to maintain and send to the NEURC:
  - Register of the written requests by households
  - Register of the provided services
- Commercial quality indicators:
  - The number of cases
  - Average time
  - % of cases in which the time limits were not fulfilled



# Register of the provided services

№	Code of service	Code of source of information	Information about consumer				Date of beginning dd.mm.yyyy	Delay of the fault of the consumer		Date of execution dd.mm.yyyy	Duration (without duration of delay)		Notes
			Customer name	Address	Phone	other		cal. days	work. days		cal. days	work. days	
Total: 7											7		
1	S1.4.1	9Ж	Consumer 1				04.01.2013	2	2	08.01.2013	2	3	
2	S1.4.1	9Ж	Consumer 2				04.01.2013	26	21	01.02.2013	2	3	
3	S3.2	16Пp	Consumer 3				11.01.2013	1	1	31.01.2013	19	15	
4	S3.2	16Пp	Consumer 4				11.01.2013			18.01.2013	7	6	
5	S1.1	12017	Consumer 5				16.01.2013			25.01.2013	9	8	
6	S1.1	12017	Consumer 6				16.01.2013			25.01.2013	9	8	
7	S1.1	12017	Consumer 7				15.01.2013			29.01.2013	14	11	



# Commercial quality indicators - 2016

	Indicators	Number	Time limit	Non-compliance percentage
S1	Providing access to the distribution network:	279469		
S1.1	delivery of technical specifications:	86480		
S1.1.1	without the need to negotiate with the TSO	85687	15 working days	0,3%
S1.1.2	In case of need to negotiate with the TSO	793	30 working days	0,0%
S1.2	connection of customer's appliances to the network	45256		
S1.2.1	standard connection (simple works):	41061		
S1.2.1.1	without the need to interrupt supply of other customers	20822	5 days	2,4%
S1.2.1.2	in case of the need to interrupt supply of other customers	20239	10 days	2,4%
S1.2.2	nonstandard connection:	4159		
S1.2.2.1	without the need to interrupt supply of other customers	1822	5 days	5,4%
S1.2.2.2	in case of the need to interrupt supply of other customers	2337	10 days	9,5%
S1.2.3	appliances for RES-generation:	36		
S1.2.3.1	without the need to interrupt supply of other customers	13		0,0%
S1.2.3.2	in case of the need to interrupt supply of other customers	23		0,0%
S1.3	reconnection of consumer's appliances to the network after disconnection (non-households)	11326	5 working days	0,9%
S1.4	reconnection of consumer's appliances to the network after disconnection (households)	136407		
S1.4.1	urban	104702	3 days	1,4%
S1.4.2	rural	31705	7 days	1,6%
S2	Submission of draft contract on electricity supply for review:	27402		
S2.1	for customers (non-households) with the connected capacity of up to 150 kW	25677	7 working days	2,5%
S2.2	for customers (non-households) with the connected capacity of 150 kW and over	1725	14 working days	0,5%
S3	Examination of electricity bills and verification of metering equipment	51272		
S3.1	examination of electricity bills with verification of metering equipment:	14689		
S3.1.1	examination of electricity bills (non-households)	981	5 working days	13,3%
S3.1.2	meter inspection (non-households)	13708	20 days	6,6%
S3.2	examination of electricity bills (households)	36583	5 days	0,8%
S4	Measurement of power quality (non-households)	45	2 days	0,0%
S5	Claim on violation on contract terms (households)	23		
S5.1	arrival of a company's representative for making up a claim on violation of contract terms:	20		
S5.1.1	urban	6	3 days	16,7%
S5.1.2	rural	14	7 days	0,0%
S5.2	elimination of drawbacks specified in the claim or a justified denial	3	10 days	0,0%
S6	Reply to a written appeal (claim) from a customer	59625	month	1,0%
S7	Meter inspection (households)	3372	20 days	3,8%
		421208		1,5%



## 3.1. Implementation of call centers





# Implementation of call centers

- Call centers are implemented in compliance with the specified requirements (NERC's Regulation №1070 from 16.08.2013)
- Call centers are mandatory for suppliers with number of consumers more than 100000



# Report on Quality of Call-Center Services

	Indexes	Unit	Value
1	Service level (30 sec)	%	-
2	Total number of calls	number	-
3	Number of calls that are answered by operator	number	-
4	Call Abandon Rate	%	-
5	Average time from the beginning to the end of call	sec	-
6	Average waiting time	sec	-
7	Average waiting time for lost calls	sec	-
8	Maximum time from call queue to connection with operator	sec	-
9	Average Handle Time	sec	-
10	Average number of calls that are answered by one operator	number	-

Overall Standard for call center Service level (30 sec) – 75 %

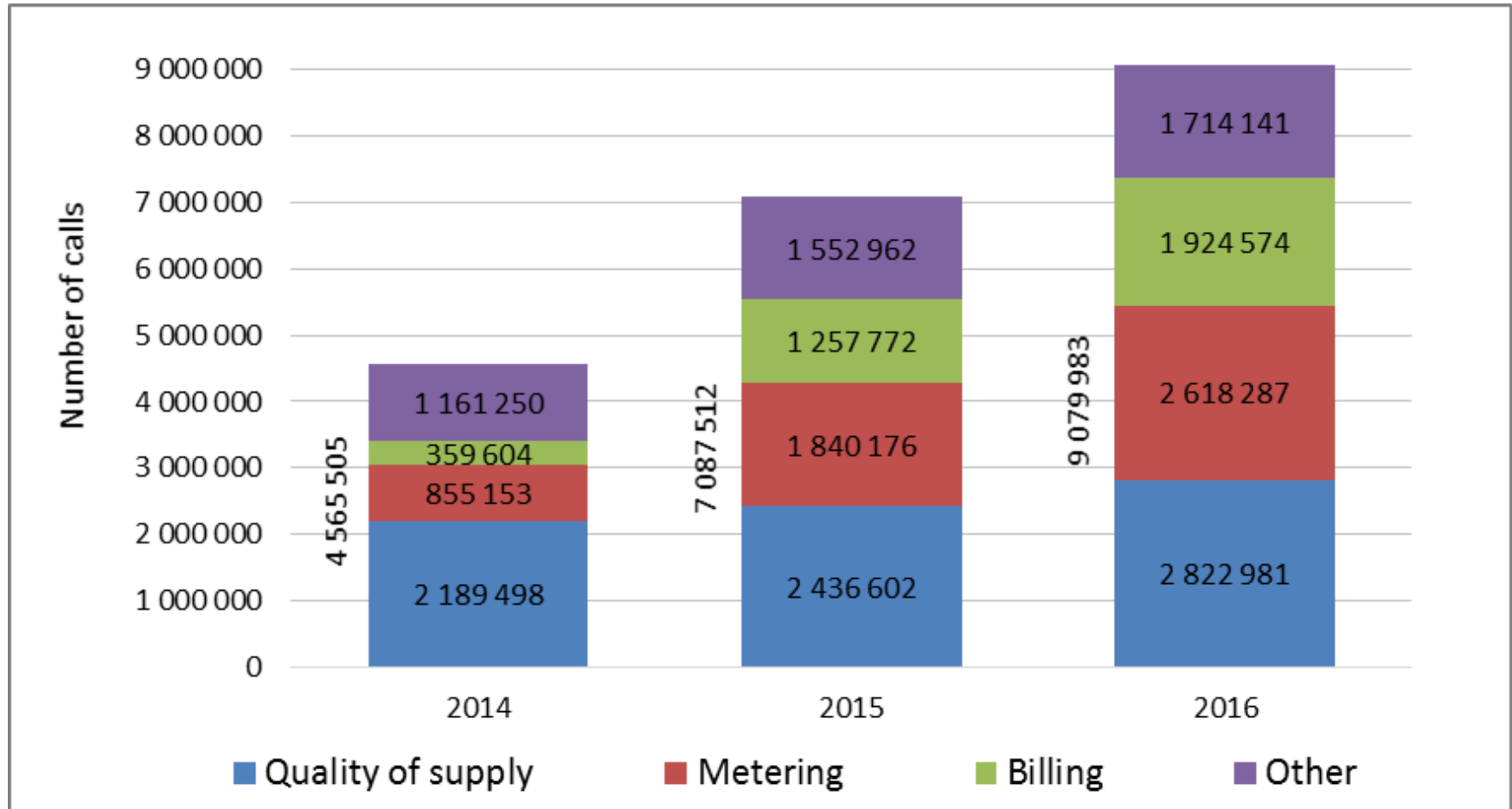


# Report on the Number of Calls (data on Ukraine by 2016)

Code of topic	Topic	Subtopic	Code of subtopic	Number of calls	Share, %
T1	Connection to the network	connection fee	T1.1	3 457	0,04 %
		time for connection	T1.2	3 790	0,04 %
		delivery of technical specifications	T1.3	2 461	0,03 %
		temporary connection	T1.4	208	0,00 %
		other	T1.5	6 874	0,08 %
T2	Measuring	meter reading	T2.1	2 618 227	28,84 %
		functioning of meter	T2.2	46 112	0,51 %
		multirate meter	T2.3	54 375	0,60 %
		examination of meter	T2.4	5 305	0,06 %
		repair of meter	T2.5	9 053	0,10 %
		replacement of meter	T2.6	30 237	0,33 %
		other	T2.7	135 255	1,49 %
T3	Quality of supply	voltage quality	T3.1	117 637	1,30 %
		continuity of supply	T3.2	2 587 507	28,50 %
		other	T3.3	123 777	1,36 %
T4	Contract	change of contract	T4.1	3 381	0,04 %
		re-execution of contract	T4.2	23 245	0,26 %
		incomplete information in the contract	T4.3	350	0,00 %
		suspension of the contract	T4.4	46	0,00 %
		termination of contract	T4.5	255	0,00 %
		payment period	T4.6	143	0,00 %
		terms of signing a contract	T4.7	1 563	0,02 %
		other	T4.8	15 039	0,17 %
T5	Activation of supply for request	Activation of supply after change the owner of building	T5.1	264	0,00 %
		connection to the network after temporary disconnection	T5.2	4 210	0,05 %
T6	Disconnection for nonpayment			56 653	0,62 %
T7	Billing	misbill	T7.1	33 364	0,37 %
		unclear bill	T7.2	229 654	2,53 %
		debts	T7.3	1 306 496	14,39 %
		other	T7.4	355 060	3,91 %
T8	Tarriffs	change of tarriff	T8.1	74 179	0,82 %
		wrong price	T8.2	237	0,00 %
		block tarriffs	T8.3	77 612	0,85 %
		other	T8.4	20 290	0,22 %
T9	Benefits			112 105	1,23 %
T10	Stealing of electricity			3 853	0,04 %
T11	Complaints of employees			3 547	0,04 %
T12	Additional services			85 741	0,94 %
T13	Other information			628 212	6,92 %
T14	Failed calls			300 209	3,31 %
<b>Total</b>				<b>9 079 983</b>	<b>100,00 %</b>



# Number of Calls Handled by Operators, 2014-2016





## **3.2. Guaranteed Standards. Introduction of Compensations to Consumers for non-compliance with GS**



# Introduction of Guaranteed Standards

- Adoption of Regulation No. 1841 – October 18, 2016
- Coming into effect – **from January 13, 2017**
- **General and guaranteed** Standards are approved
- The amount of **compensations** for non-compliance with the guaranteed standards is determined
- Payment method - automatic
- Compensation – by means of **reducing the consumer's bill** for electricity
- If within the set period of time the compensation **is not provided**, the size of the compensation should be **doubled**
- In case of non-payment of compensations revealed during inspection, the size of the revenue of the company is decreased by **5 times** the amount of unpaid compensations, and in addition, the compensation for consumers is doubled
- Compensation amount - 50-200 UAH (1,7-6,9 Eur) . From 2018 – 100-400 UAH (3,5-13,8 Eur)



# Guaranteed Standards and the Size of Compensations

Indicators	Time limit	Compensation, UAH (without VAT)	
		until 31.12.2017	from 01.01.2018
<b>Submission of contract for connection and technical conditions:</b>			
<b>for standard connection</b>	5 working days	100	200
<b>without the need to negotiate with the TSO (nonstandard connection)</b>	15 working days	100	200
<b>in case of need to negotiate with the TSO (nonstandard connection)</b>	30 working days	100	200
<b>Connection of customer's appliances to the network (standard connection):</b>			
<b>without the need to interrupt supply of other customers</b>	5 days	100	200
<b>in case of the need to interrupt supply of other customers</b>	10 days	100	200
<b>Connection of customer's appliances to the network (nonstandard connection):</b>			
<b>without the need to interrupt supply of other customers</b>	5 days	200	400
<b>in case of the need to interrupt supply of other customers</b>	10 days	200	400
<b>Reconnection of consumer's appliances to the network after disconnection (non-households)</b>	5 working days	100	200
<b>Reconnection of consumer's appliances to the network after disconnection (households)</b>			
<b>urban</b>	3 days	100	200
<b>rural</b>	7 days	100	200
<b>Renewal of electricity supply after interruption of supply</b>	24 години	100	200
<b>Submission of draft contract on electricity supply for review:</b>			
<b>for customers (non-households) with the connected capacity of up to 150 kW</b>	7 working days	50	100
<b>for customers (non-households) with the connected capacity of 150 kW and over</b>	14 working days	100	200
<b>Meter inspection(except households)</b>	20 days	100	200
<b>Reply to a written appeal (claim) from a customer</b>	1 month	100	200
<b>Meter inspection(households)</b>	20 days	100	200



## 4. Power Quality





# Power Quality

- Today, the NEURC does not perform power (voltage) quality monitoring and regulation, these are in the competence of the Ministry of Energy
- When the Law of Ukraine “On the Electricity Market of Ukraine” enters into force, pursuant to its Article 18, approval of the power (voltage) quality indicators would be in the sphere of competencies of the NEURC.
- Standards:
  - DSTU EN 50160:2014 «Voltage characteristics of electricity supplied by public electricity networks»
  - GOST 13109-97 “Electricity. Compatibility of technical devices – electromagnetic. Quality standards for electricity in the general purpose electricity supply systems”.
- Power (voltage) quality monitoring and regulation envisions that the NEURC has to determine and set the following:
  - power quality standards
  - requirements for monitoring of certain indicators in the network (on a permanent basis or with certain frequency)
  - monitoring of data on deviation of power (voltage) quality indicators from the standards,
  - motivating companies to comply with power (voltage) quality standards
  - improvement of the procedure for resolving consumer complaints on voltage quality.



## **5. Prospects for the Development of the Service Quality Regulation**



# Development of the Service Quality Regulation

1. **Ensuring of the validity** of the monitoring data of service quality indicators from electricity distribution companies
2. Implementation of **the monitoring of service quality** of the TSO **NEK «Ukrenergo»**
3. **Improvement of the system of guaranteed standards** and the compensation procedures (expansion of the list of guaranteed standards including resolving consumer complaints on voltage quality)
4. Introduction of incentive regulation with **Q-factor** in tariff formula
5. Determination of **the quality standards of services provided by call centers**
6. Introduction of Voltage Quality monitoring and regulation.



***Thank you for your attention!***

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