

OPEX review techniques, efficiency and quality factors

Jiří Malínek
ERÚ



OPEX - review techniques

Insert your logo here

- **Eligible costs** → from the actual values of economically justified costs (three-year average), adjusted by escalation factor, efficiency factor and the difference between eligible and actual costs (profit/loss sharing).
- **Profit/loss sharing** is the three-year average of the differences between eligible costs and actual economically justified costs in the preceding year adjusted by the escalation factor, the efficiency factor, the profit/loss sharing coefficient = 0.5
- ERÚ checks the economic justifiability of the costs → objective, transparent, fair, non-discriminatory for all market participants.

OPEX - efficiency and quality factors

Efficiency factor

- Stimulates effect of market forces in regulated industry → reflects the growth of productivity across the industry.
- The yearly value is 0.511%.
- For companies that have achieved savings exceeding 15% in OPEX versus eligible costs for the fourth regulatory period (2016–2019), the yearly value → 0.2%.
- Efficiency factor is applied when calculating the eligible costs base, profit/loss sharing, and the eligible costs.



**THANK YOU
FOR YOUR ATTENTION!**