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**HYDRO POWER AND ENERGY  
PLANNING PROJECT (HPEP)**

# **UNIFORM SYSTEM OF ACCOUNTING, USOA, DEVELOPMENT**

**Tbilisi, 2013**



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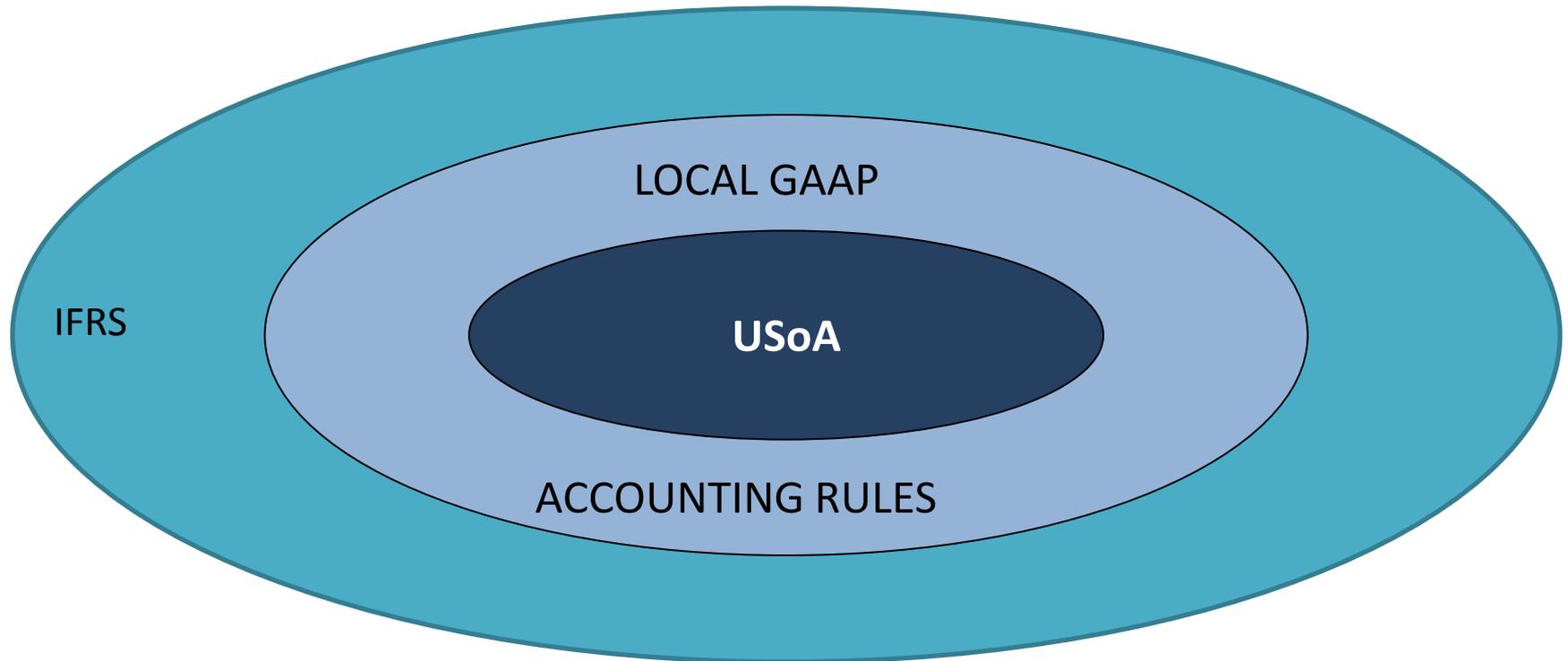
# What is USoA?



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# From IFRS to USoA





# USoA

- Chart of accounts and instruction
- Accounting manuals and guidance
- Reporting forms and instructions on their filling
- Regulatory auditing procedures and manuals



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# REGULATORY REPORTING

OPEN BALANCE (SALDO)		TURNOVER		CLOSE BALANCE (SALDO)	
DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT

**USoA**

REPORT		
ITEM ID	ITEM NAME	AMOUNT
		↓
		↓



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**Why GNERC needs it?**



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# USOA Objectives

## Primary Objective:

- The primary objective of USOA shall be to guarantee that the Companies' Accounting Information Systems can easily generate all the reports defined in the regulatory reporting requirements based on information extracted from the General Ledger and Subsidiary Ledgers.

## Information extracted from USOA is used for:

- Tariff calculation purposes
- Regulatory Reporting
- License monitoring
- Market Monitoring



## Tariffs

Revenue Requirements

Cost of Service

Rate Design

Annual PBR Adjustments

## License Monitoring

Billing

Collections

Outages

Procurement

## Reporting

### Annual

- full set of Fin reports

### Quarterly

- Energy Sales
- Revenue
- COS

### Monthly

- Energy Sales
- Revenue
- Purchased Power/Energy

## Market Monitoring

Free market Purchases & Sales

% of competitive sales by top 2 suppliers

Average wholesale market strike price

Balance prices, on-peak, off-peak



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# HPEP



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## **SUPPORT FROM USAID**

### **USAID Contractor**

Hydro Power and Energy Planning project  
(HPEP)

### **Deloitte Consulting**

Overseas Project

- Establish Team of Experts for development and Implementation of Uniform System of Accounting for regulatory purposes;
- Draft Manuals, Instructions chart of accounts for regulatory accounting purposes;
- Provide support for Implementation.



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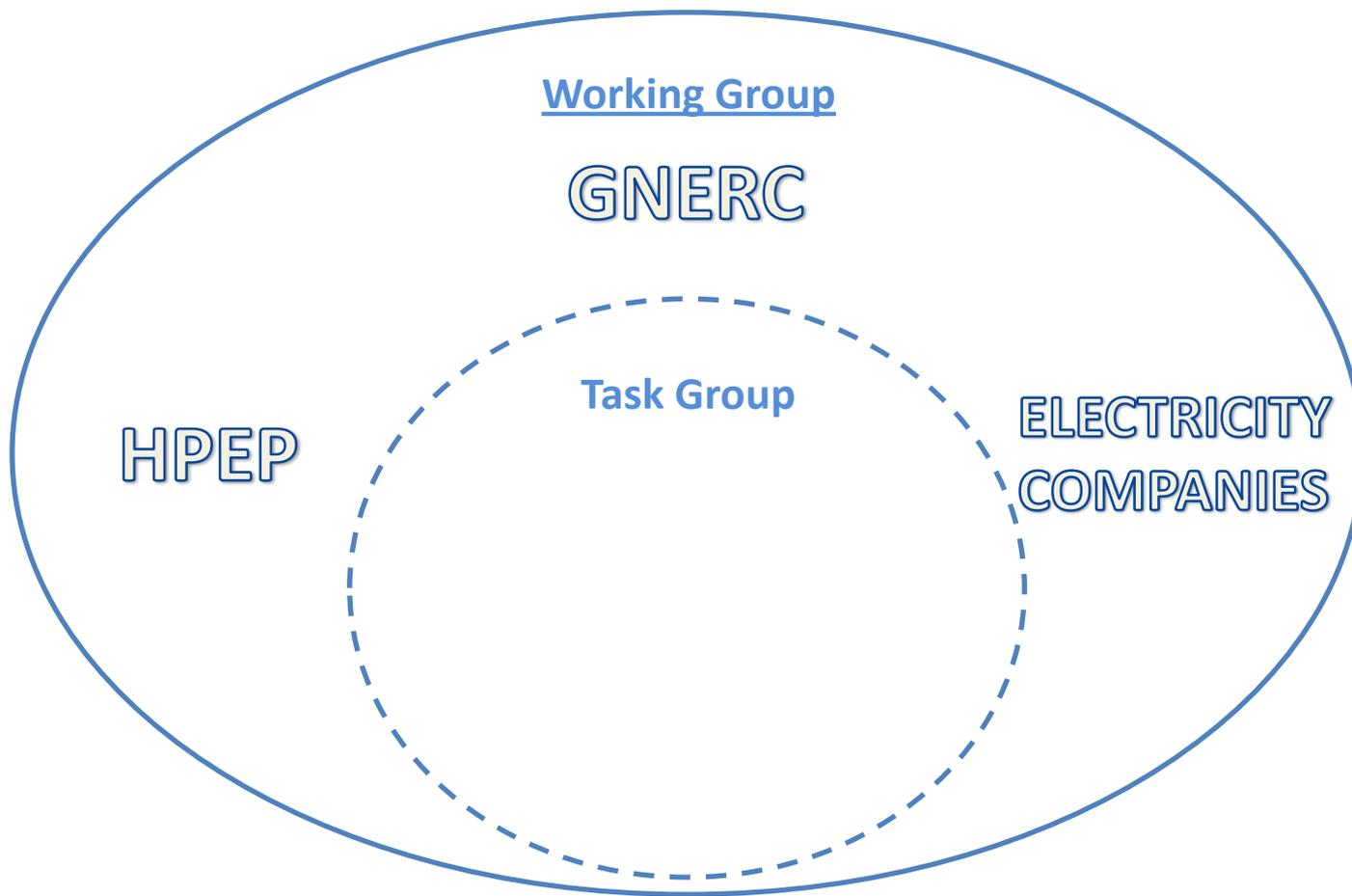
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# **JOINING THE RESOURCES**



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## What we expect from the company?

- **Information** Working Group
- **Proposals** **GNERC**
- **Feedback**

**HPEP**

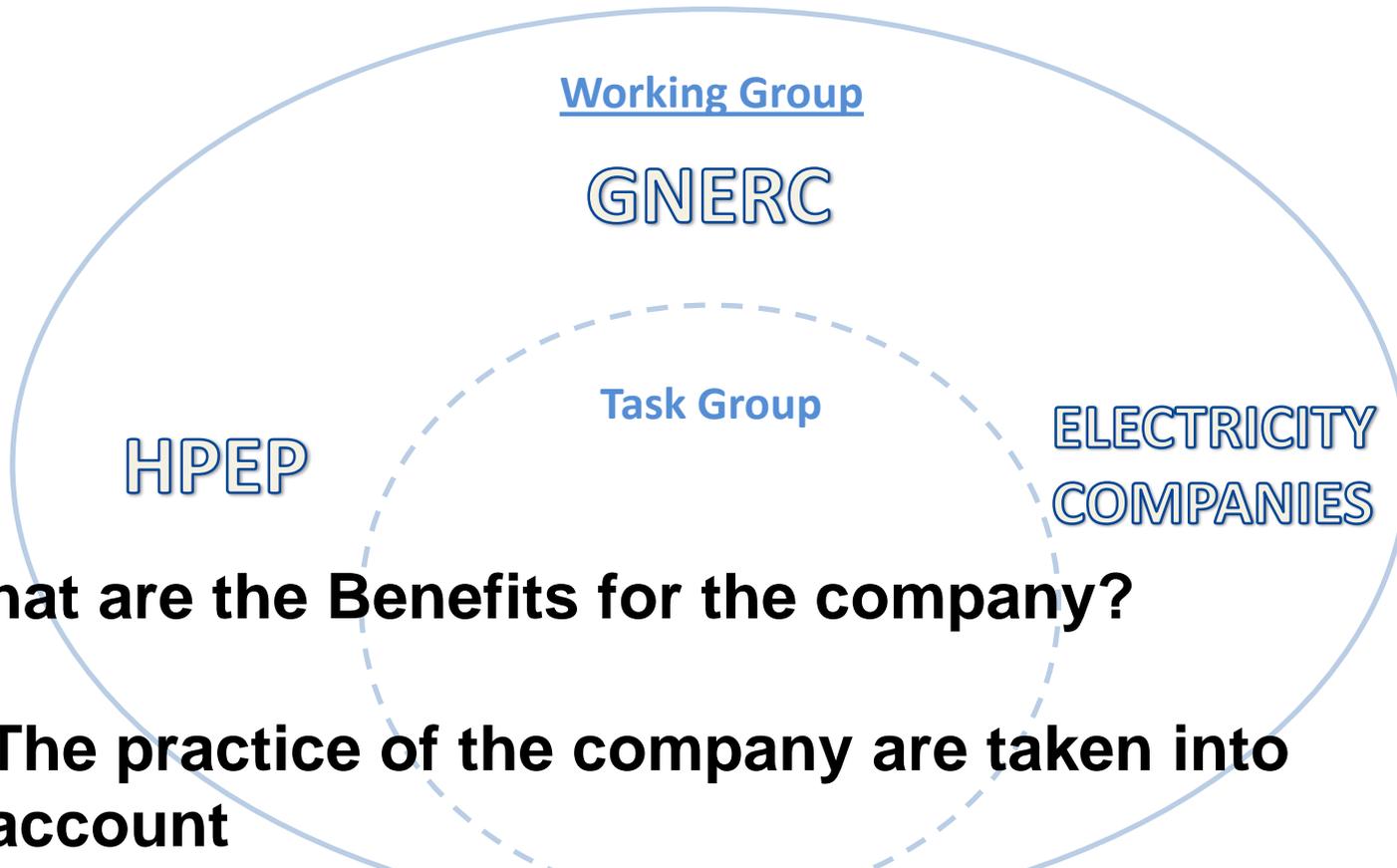
**Task Group**

**ELECTRICITY  
COMPANIES**



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## What are the Benefits for the company?

- The practice of the company are taken into account
- The capacity strengthening of skills and knowledge for the specialists
- Facilitation of the implementation process



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## **HPEP USoA Team:**

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