

# **REGULATORY AUTORTIES IN SOUTH EAST EUROPE**

Nina Grall-EDLER

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# AGENDA

## 1. SETTING THE SCENE

- Geographic Scope
- Legal Framework

## 2. ASSESSMENT & CASES

- Regulatory Powers
- Independence

## 3. CONCLUSIONS

# AGENDA

## 1. SETTING THE SCENE

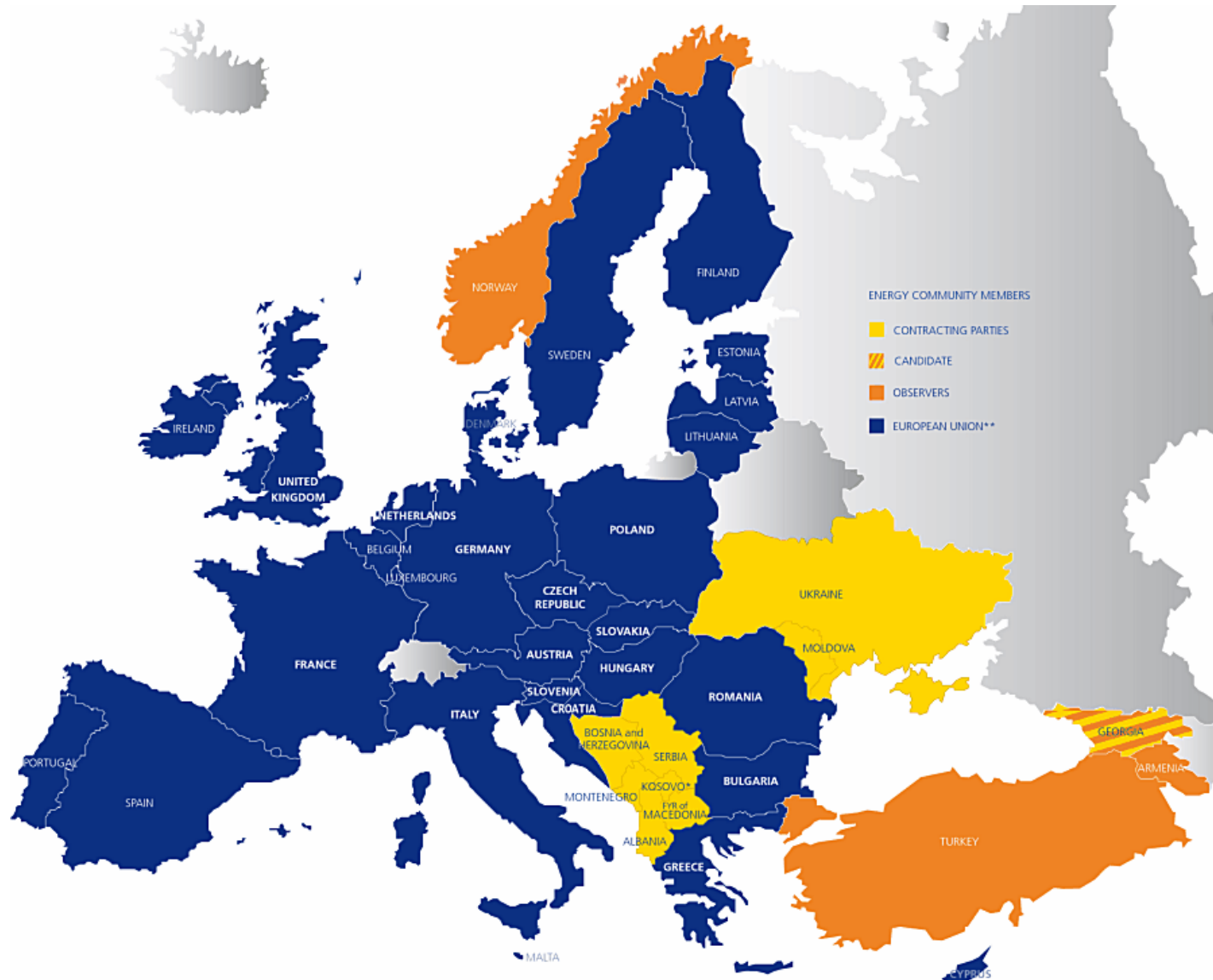
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# GEOGRAPHIC SCOPE



\* This designation is without prejudice to positions on status, and is in line with UNSCR 1244 and the ICJ Opinion on the Kosovo declaration of independence.

\*\* 16 of the 28 EU Member States hold a Participant status according to Article 95 of the Energy Community Treaty, the country names of which are marked in bold on the map.

# LEGAL FRAMEWORK - ENERGY COMMUNITY TREATY

📁 SIGNED 25.10.2005; ENTRY INTO FORCE 1.7.2006

## 📁 SECOND IEM PACKAGE

📁 1.1.2008 all non-household; 1.1.2015 all customers

📁 MD,UA: 1.1.2012 all non-household; 1.1.2015 all customers

## 📁 THIRD IEM PACKAGE

📁 implementation deadline 1.1.2015

📁 excluding ACER Regulation

📁 ref. EC > ECS; ref. ACER > ECRB

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# WHAT IS NEEDED <sup>[1]</sup>



## 📁 „HONEST“ LIBERALISATION POLICY IS KEY

📁 Regulated energy prices










📁 Regulated chain – generation, single buyer models

📁 No political interventions into regulatory work / strong regulator






# WHAT IS NEEDED [2]

## MARKET INTEGRATION

-  increased liquidity / competition  impact of more suppliers / traders
-  increased security of supply  more generation sources
-  supporting network operation (security)  generation reserves, balancing
-  Some markets cannot function properly on national level only – lack of liquidity, lack of market players
-  cost of non-integration  economies of scale, competitive structures

## MARKET INTEGRATION REQUIRES HARMONISED MARKET RULES ACROSS BORDERS

-  technical / operational rules
-  market rules – network access, capacity allocation, congestion management, balancing
-  financial rules – transit compensation

# WHAT IS NEEDED

## 📁 **REGULATORY INDEPENDENCE**

📁 *Practical* implementation

📁 Compliance and commitment of *other* state bodies

## 📁 **ACTIVE REGULATORS**

📁 defining, not administrating the market!

📁 active cooperation with COMP authorities – ref. ex ante / ex post role

## 📁 **FULL SET OF REGULATORY POWERS**

📁 Implementation by letter *and spirit*

THANK YOU VERY MUCH FOR YOUR ATTENTION!

QUESTIONS?  
DISCUSSION

CONTACT

Nina Grall-Edler

Head of ECRB Section – Regulatory Affairs

Energy Community Secretariat

E: [nina.grall@energy-community.org](mailto:nina.grall@energy-community.org)

W: [www.energy-community.org](http://www.energy-community.org)