


ACER

 Agency for the Cooperation
of Energy Regulators

ACER's Contribution to Key Energy Challenges in the SEE Region

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Outline

- Key Energy Challenges in the EU
- How ACER can contribute
- ACER and SEE

Key Energy Challenges (1)

Energy Policy Elements	Addressed mainly by
Competitiveness	Third Energy Package <i>Proposed Infrastructure Package</i>
Security of Energy Supply	Third Energy Package Gas SoS Regulation <i>Proposed Infrastructure Package</i>
Sustainability	Energy and Climate Change Package <i>Proposed Infrastructure Package</i> <i>Proposed Energy Efficiency Directive</i>

Key Energy Challenges (2)

... in long term

EC: "Energy 2020 - A strategy for competitive, sustainable and secure energy"

Main Challenges:

- Energy Efficiency,
- Infrastructure,
- Choice and Security for Consumers,
- Energy Technology and,
- External Dimension of the Internal Energy Market.

Key Energy Challenges (3) ... in long term

EC: "Energy Roadmap 2050":

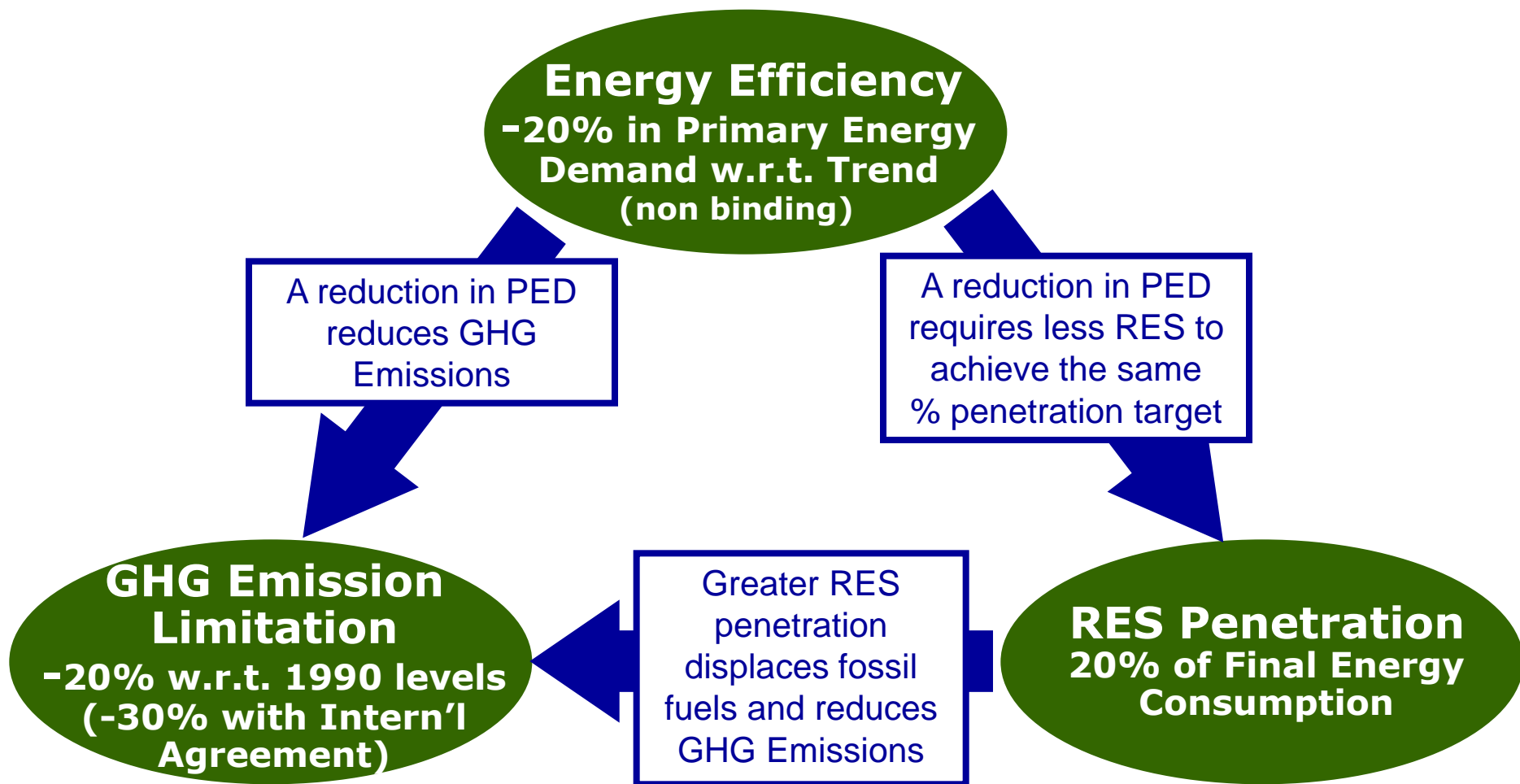
- Decarbonisation
- RES penetration and
- GHG emission limitation

...together with

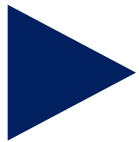
- Security of Energy Supply and
- Competitiveness

The Challenges in the EU and in
the SEE Region are converging.

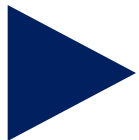
The Climate Change Challenge



Key Energy Challenges (4) ... in short-term



The internal [energy] market should be completed by 2014 so as to allow gas and electricity to flow freely



No EU Member State should remain isolated from the European gas and electricity networks after 2015

European Council - 4 February 2011 - Conclusions on Energy (paragraph 4)

Key Energy Challenges (4)

In **which areas** and
how can ACER contribute
to meet those challenges?

Outline

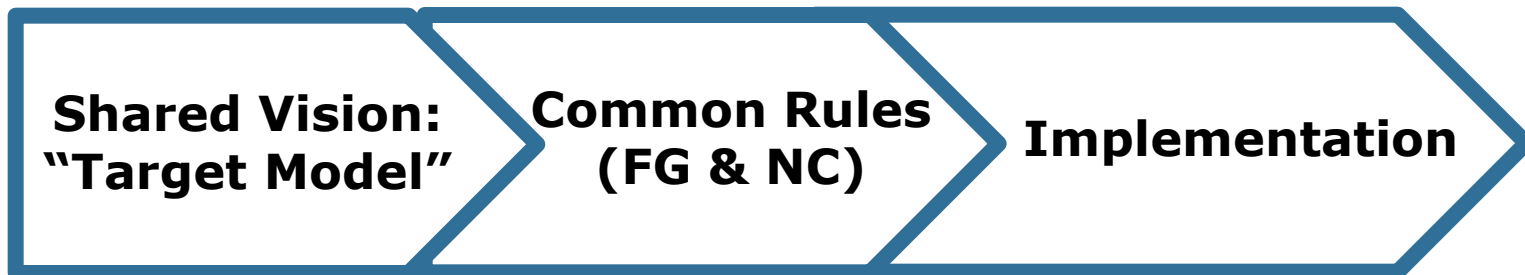
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Main areas of contribution (1)

	Instruments
<p>Infrastructure:</p> <ul style="list-style-type: none"> • Planning (TYNDP) • Access and Operation • Exemptions • <i>Possible additional role (EIP)</i> 	<p>Opinions</p> <p>FGs and NCs</p> <p>Decisions</p> <p><i>under discussion</i></p>
<p>Market monitoring:</p> <ul style="list-style-type: none"> • Access (incl. RES), Retail Prices and Consumers' Rights • Wholesale (REMIT) 	<p>Regular Reports, Recommendations</p> <p>Reports and Measures</p>

... towards a clear Target

- The completion of the Internal Energy Market in 2014 should deliver tangible benefits to European consumers



- It would be difficult to claim that the Internal Energy Market has been completed if the Target Model/Rules had not been implemented

Framework Guidelines and Network Codes

Framework Guidelines (FG)	Network Codes (NC)
Developed by ACER	Drafted by ENTSO
No clear definitions in the Third Package	
Based on the annual priorities set by the Commission	
Non-binding	Made legally binding across the EU through Comitology
Setting clear and objective principles for the network codes	Must be in line with FG

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ACER and ECRB: areas of contrib.

	EU level	Regional level
<p>Infrastructure:</p> <ul style="list-style-type: none"> • Planning (TYNDP) • Access and Operation • Exemptions 	ACER	<p>ECRB</p> <p>(NRAs in cooper. with EC and ACER)</p>
<p>Market monitoring:</p> <ul style="list-style-type: none"> • Access (incl. RES), Retail Prices and Consumers' Rights • Wholesale (REMIT) 	ACER	<p>ECRB</p> <p>(NRAs in cooper. with EC and ACER)</p>

ACER and ECRB: Governance

ACER	ECRB
Regulation (EC) No 713/2009	Energy Community Treaty, Decision D/2011/02/MC-EnC
NRA reps + EC as observer	NRA reps + EC as vice-president assisted by regulators from Participants + ACER
Independent from the EC and Member States. Reports to the European Parliament	Advisory status to the MC and PHLG Takes measures if empowered by the MC

ACER and ECRB: Mission and Powers

ACER	ECRB
<p>To assist NRAs in exercising, at EU level, their regulatory tasks and to coordinate their action, where necessary.</p>	<p>Advisory function to MC Takes measures if empowered by MC</p>
<p>Opinion, Recommendations and Decision in specific cases</p>	<p>Opinions and decisions in implementing the acts need a vote of EU in favour</p>
<p>Appeals against specific decisions possible to the Board of Appeal</p>	<p>No such body exist</p>

ACER and ECRB: General Areas for Cooperation

- Support implementation of EU Energy acquis in EnCCPs
- Sharing of regulatory best practices (as ACER promotes among EU NRAs)

ACER and ECRB: Specific Areas for Cooperation

- Decisions on
 - Terms and Conditions for access and operational security
 - Exemptions for cross-border interconnectors/infrastructure straddling across EU-EnCCP borders
- No specific framework/procedure for cooperation envisaged

The Way Forward: Meeting the Challenges

The main challenges can be met by

- True commitment of key stakeholders (NRAs, TSOs, PXs) both at EU and regional level throughout the implementation phase
- Continuous support and involvement of all stakeholders: advisory groups, regional Fora
- Engagement of Member States and EnCCPs
- Regular and transparent reporting on progress and challenges

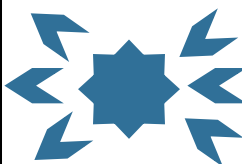
Meeting the Challenges

The challenges...

Competitiveness

Security of Energy
Supply

Sustainability



...to be met by

- Well functioning internal energy market
- Better use of the existing and building new infrastructure,
- diversification (of fuels, sources, transport routes),
- EE measures, RES penetration,
- new technologies, other measures...

Thank you for your attention!



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