

Regulatory cooperation in a time of change

Lord Mogg CEER-MEDREG Roundtable Grasse, 19 November 2013

Fostering energy markets, empowering **consumers**.



Who we are and what we do

Members from:

All 28 EU Member States + Iceland and Norway

Observers from:

Switzerland + Former Yugoslav Republic of Macedonia (FYROM) **Encourage best regulatory practices**

Champion sound and independent regulation in the public interest

Share experience & support NRAs in their daily work, e.g. through training and workshops

Put customers and their protection at heart of energy policy

Promote a competitive, secure and environmentally sustainable internal market

Engage with a variety of stakeholders

CEER Council of European Energy Regulators

CEER's priorities and activities

• Customers

- Putting consumers at the heart of Europe's IEM
- Emphasising increasing role customers will play in development of energy markets
- New legislative/policy developments
 - Serving as valued partners for EU Institutions in their shaping of energy policy and legislative proposals
 - Analysing and reacting to EU initiatives on energy markets e.g. smarter networks, integration of renewables, demand-side issues, role of DSOs, etc.

International work

- Developing relations with non-EU regulators, both bilaterally and through regulatory associations (including ICER)
- Identifying areas of common ground where a mutual field of interest can be explored to the benefit of both partners
- Supporting NRAs in their daily work
 - Including by developing a pilot training programme



International regulatory cooperation

CEER also supports the worldwide exchange of experience and best practices on regulatory matters of global concern through our membership in the International Confederation of Energy Regulators (ICER), working to:

- Help regulators: a voluntary framework for cooperation between energy regulatory associations from around the globe
- Promote sound regulation: to improve public and policy-maker awareness and understanding of energy regulation

....through a range of **ICER activities**:

- 1st edition of new ICER Chronicle journal of int'l articles on energy regulation issues
- Launch of ICER's Women in Energy initiative
- Distinguished Scholar Awards
- Provision of regulatory expertise to international projects (e.g. European Bank for Development and Reconstruction, EBRD)



Regulatory challenges in delivering energy markets

Major challenges today include:

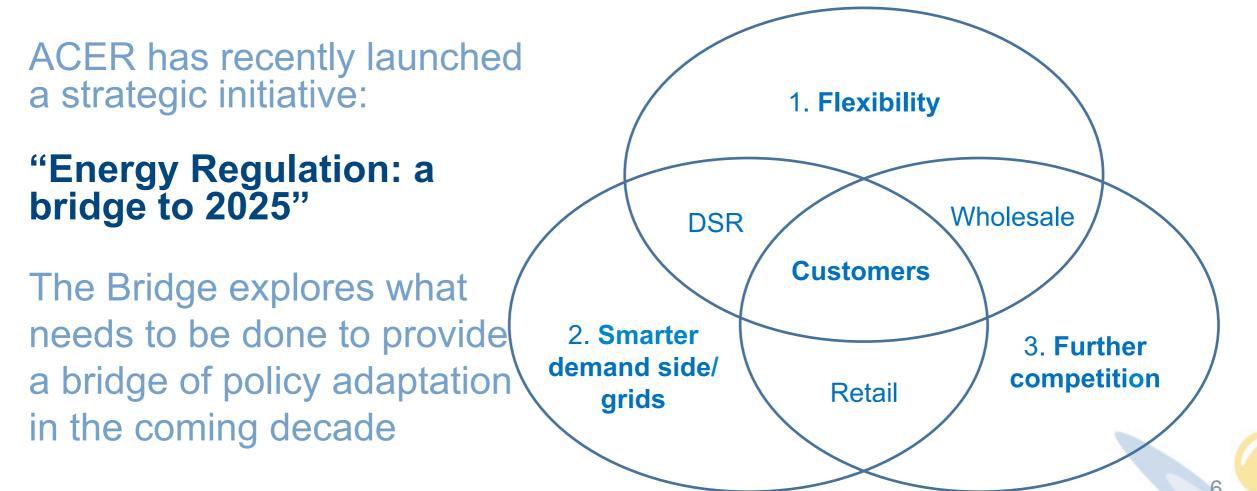
- Maintaining security of supply in an increasingly unstable world
- Tackling climate change and technology change
- Finding innovative ways to manage uncertainty and facilitate investments
- Adaptation of grids and new generation technologies (including smartness and integration of renewable energy sources)
- Affordability
- As markets develop, the role of consumers will grow, so consumer capability to engage must be developed



Looking Beyond 2014 – a Bridge to 2025

EU leaders have set 2014 as deadline for delivering an Internal Energy Market in Europe

It's time to develop strategic foresight to guide post-2014 work and any enhancement of our agreed market framework





Building a Bridge to 2025

Some ways in which Regulators plan to contribute:

- Flexibility: ensure right price signals, remove regulatory barriers, better forecasting and liquidity, correct use of subsidies & state-aid
- Smarter demand side: removal of barriers, investment in smart technology, provision of adequate regulatory framework, facilitating innovation
- Encouraging competition: designing technology-neutral market arrangements, appropriate wholesale gas market arrangements, removal of market entry barriers for new gas sources
- Empowering Consumers: ensuring that consumers can participate in the market and its development in an informed way

Pre-consultative phase has started. Aim to provide final Bridge mid-2014
Papers available on <u>ACER website.</u> Comments welcome by 17 December 2013

Thank you for your attention!

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