

More Concentrated Regulation?

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Central European Energy Conference

European Energy Policy?



- Soaring energy bills and CO₂ emissions
- Hampering energy security and investments
- Lacking of stable and predictable regulation

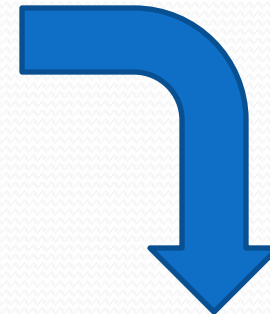
Whose responsibility?

- European level
 - ETS
 - International Agreement
 - Climate Change Targets
- National level
 - Energy Policies
 - Regulatory Regimes
 - Support Schemes for RES



Call for ...

- Removal of subsidies
- Utilization of existing capacities
- Strengthening of carbon market
- Global approach
- Clear climate targets
- Harmonized rules
- Sufficient interconnections



...more Europe...

and a single regulator

Theory of Natural Monopoly

- Large-scale infrastructure (utilities)
- Extremely high fixed (capital) costs
- Single operator = Economies of scale
- Competition = loss of efficiency + wasteful duplication of resources
- Regulatory Authority:



Practical Cases

- Europe
- Individual Member State
- Inter-Member States



I. Europe

- Nord Stream, South Stream vs. Jamal, Eustream



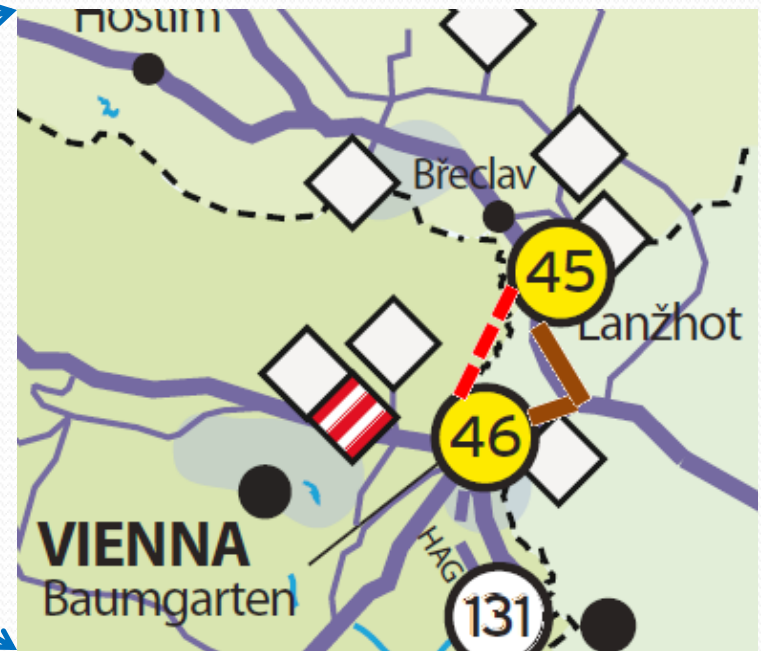
II. Individual Member State

- SK-UA interconnector



III. Inter-Member States

- BACI (NET₄GAS) vs. Shorthaul (Eustream)



Current State

- 28 National Regulatory Authorities

- National interests
come before Region/EU



- Transmission tariffs - negligible portion of energy bill

Vision



- More concentrated Regulation



Regional Regulatory Authority



higher effectivity, regional interests first

- Precondition - more trust between MS
 - ECB
 - UGS Dolní Bojanovice

Thank you



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