



CLEAN ENERGY PACKAGE: ACHIEVING MARKET INTEGRATION OR PRESERVING STATUS QUO?

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OUR VISION...



...integrated european energy market,
where electricity flows freely across
borders and participants are subject to
same rules





WHERE DO WE STAND?

Non-functioning EU ETS

Insufficient market signals for future investment

Overlaps between respective policies

National measures over European rules

Market reform needed!

EU LEGISLATION SO FAR...



	2003	2006	2009	2011	2012	2015
Electricity market		<u>2nd liberalisation package:</u> directive 2003/54/EC regulation 1228/2003	<u>3rd liberalisation package</u> directive 2009/72/EC regulation 713/2009 (ACER) regulation 714/2009		regulation 1227/2011	Energy Union
Renewables	directive 2001/77/EC directive 2003/30/EC	<u>Climate-energy package</u> Directive 2009/28/EC				
Decarbonisation	directive 2003/87/EC	directive 2009/29/EC (EU ETS) directive 2009/31/EC (CCS) decision no. 406/2009/EC (ESD)				
Energy efficiency		directive 2006/32/EC (energy services)	directive 2009/125/EC (ecodesign) directive 2010/30/EU (labelling) directive 2010/31/EU (EPBD)		directive 2012/27/EU (EED)	



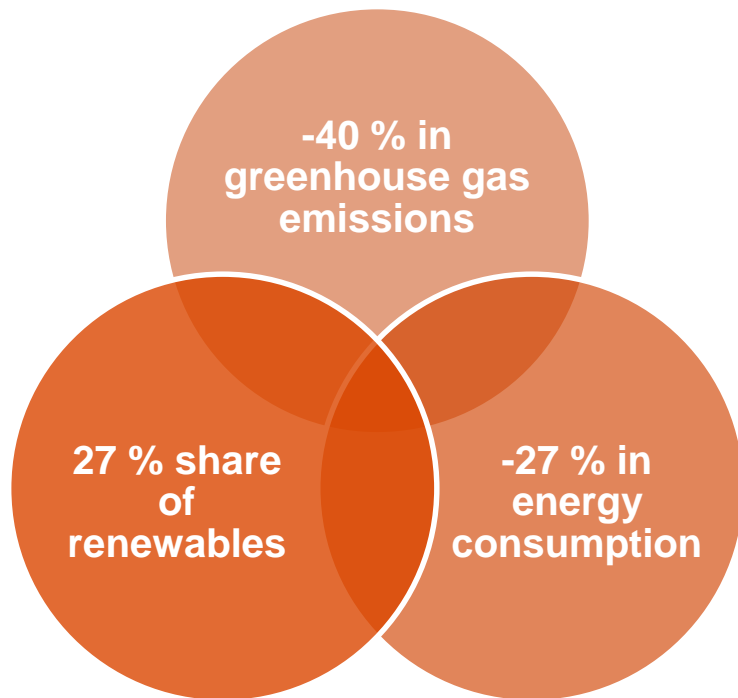
CLEAN ENERGY PACKAGE

	2015	2016	2017	2018	
Electricity market		Clean Energy for all Europeans	Proposal for a revised electricity regulation Proposal for a revised electricity Directive Proposal for a revised regulation on a European Agency for the Cooperation of Energy Regulators (ACER) Proposal for a new regulation on risk preparedness in the electricity sector		
Renewables			Proposal for a revised renewable energy Directive		
Decarbonisation	Revised EU ETS directive				
Energy efficiency			Proposal for a revised energy efficiency Directive Proposal for a revised energy performance of buildings Directive		
Governance			Proposal for a regulation on the Governance of the Energy Union		

CEP DOES NOT FULLY REFLECT ON NEEDED REFORMS



2030 Climate and Energy framework



Energy summer package 2015, 2016
Clean Energy for All Europeans package



ELECTRICITY MARKET: POSITIVE DEVELOPMENT



- Addresses market distortions: price regulation, balancing responsibility
- Enhances short-term market functioning
- Integrate renewables
- Support regional cooperation of TSOs and DSOs
- Define new players on the market
- Empowers consumers



WHAT ARE WE MISSING?



Emphasis on EU market integration



Truly equal level playing field



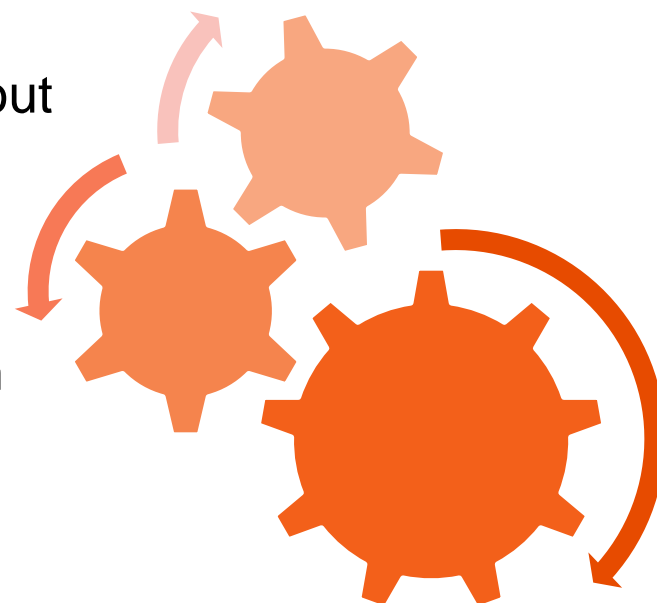
Target overlaps with other policies



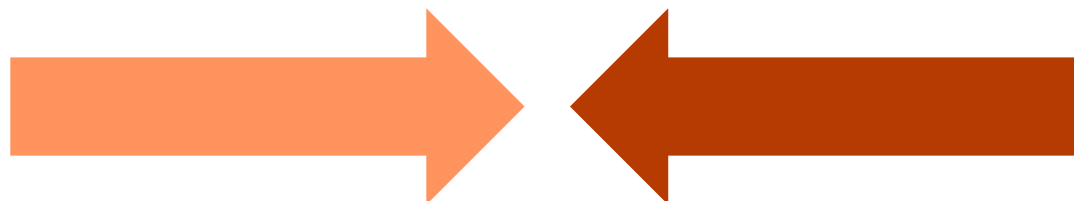
EU MARKET INTEGRATION

Enforce existing and make sure upgraded rules stay in the legislation:

- TSOs shall **not limit cross-border trade** to solve problems in their own grid
- **European prior to national measures:** capacity mechanisms a last resort, ensure cross-border participation, include phase-out clauses in all mechanisms
- Further **build-up of cross-border infrastructure**
- **Free market entry and exit** of generation assets
- **Removal of price restrictions**



EQUAL LEVEL PLAYING FIELD: DETAILS ARE CRUCIAL



No exemptions:

- Balancing responsibility for all players
- Dispatch, redispatch and curtailment fully market-based

New players **same rights AND obligations** as incumbent ones:

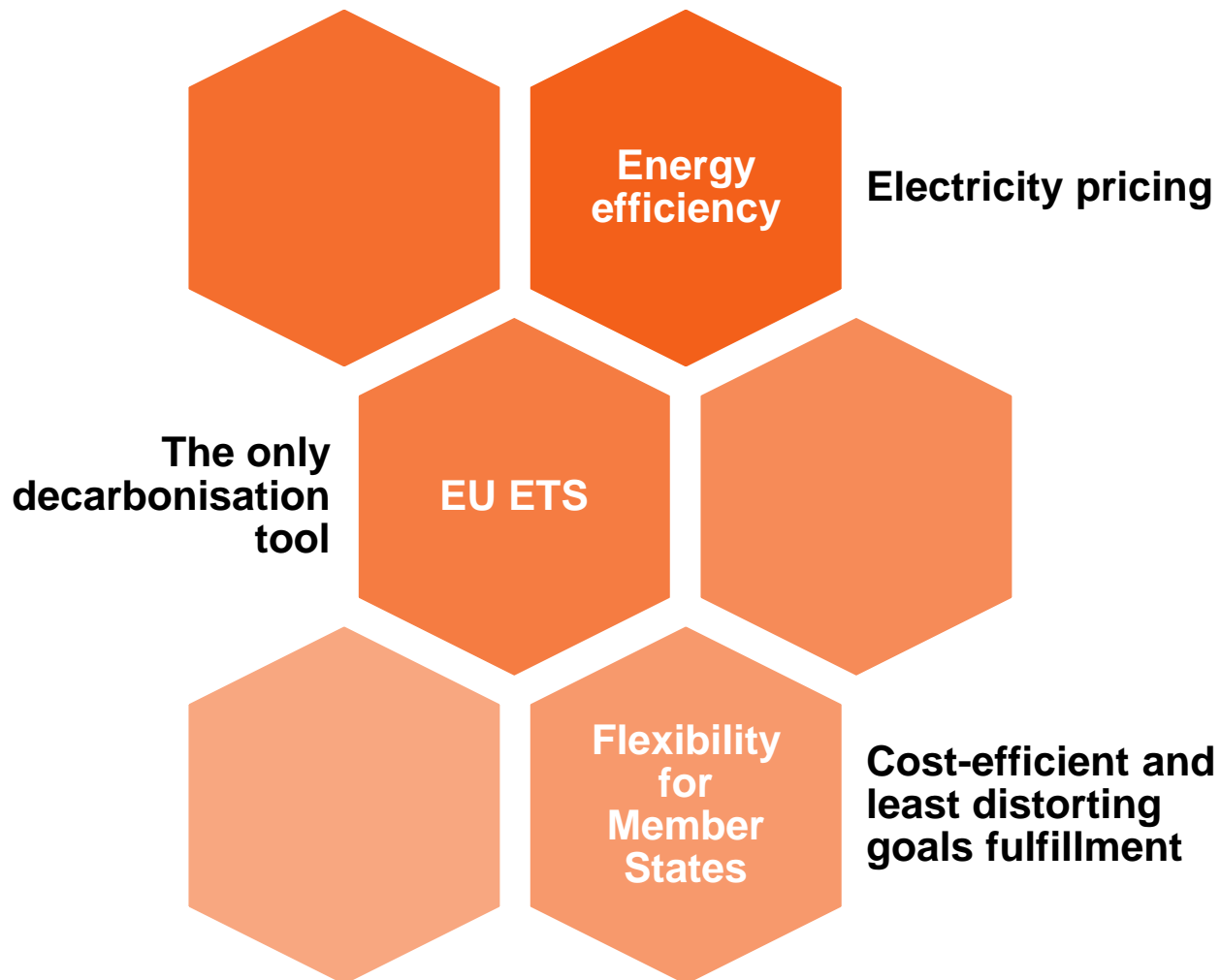
- Aggregators, local energy communities
- Consumers cannot subsidize prosumers

Rights aligned to obligations:

- security of supply at national level \leftrightarrow procurement of balancing capacity regional

Subsidiarity: distribution tariffs

OVERLAPS NEED TO BE ADDRESSED





**THANK YOU FOR YOUR
ATTENTION.**

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