



PRACTICAL LESSONS UNDER CRISIS SITUATIONS IN THE ENERGY COMMUNITY

Energy Community Secretariat

UNECE Committee on Sustainable Development

18th session

THE COMMUNITY – AT A GLANCE



38 COUNTRIES AND UNMIK are involved today
OBJECTIVES – single market framework within a single regulatory space and enhancement of security of supply;

- **THE DRIVING FORCE - COMPETITION**
- **MEANS - APPLICATION OF EU ACQUIS COMMUNAUTAIRE – THE TREATY ESTABLISHING THE ENERGY COMMUNITY (INTERNATIONAL LEGAL ORDER)**

THE TREATY – EU ENERGY POLICY BECOMES ENERGY POLICY OF EUROPE

THE TREATY MAIN OBJECTIVES

- ✓ Create a single and stable regulatory space and stable market framework
- ✓ Enhance the security of supply of a single regulatory space;
- ✓ Develop network energy market competition on a broader geographic scale;

Via application of the *EU Acquis Communautaire*

-  *Acquis on Energy*
-  *Acquis on Competition*
-  *Acquis on Renewables*
-  *Acquis on Environment*

SECURITY OF SUPPLY AS EXPLICIT FOCUS

NEW LEGAL FRAMEWORK

Electricity

Directive 2005/89/EC concerning measures to safeguard security of electricity supply and infrastructure investment (due implementation – by the end of 2009)

Gas

Directive 2004/67/EC concerning measures to safeguard security of natural gas supply (due implementation by the end of 2009)

Regulation (EC) 1775/2005 on conditions for access to the natural gas transmission networks (due implementation by the end of 2008)

NEW APPROACH IN ADDITION

The Security of Supply Coordination Group – LINK WITH EU

THE COMMUNITY

–THEORY AND PRACTICE

- **ELECTRICITY SECTOR** under the crisis situation

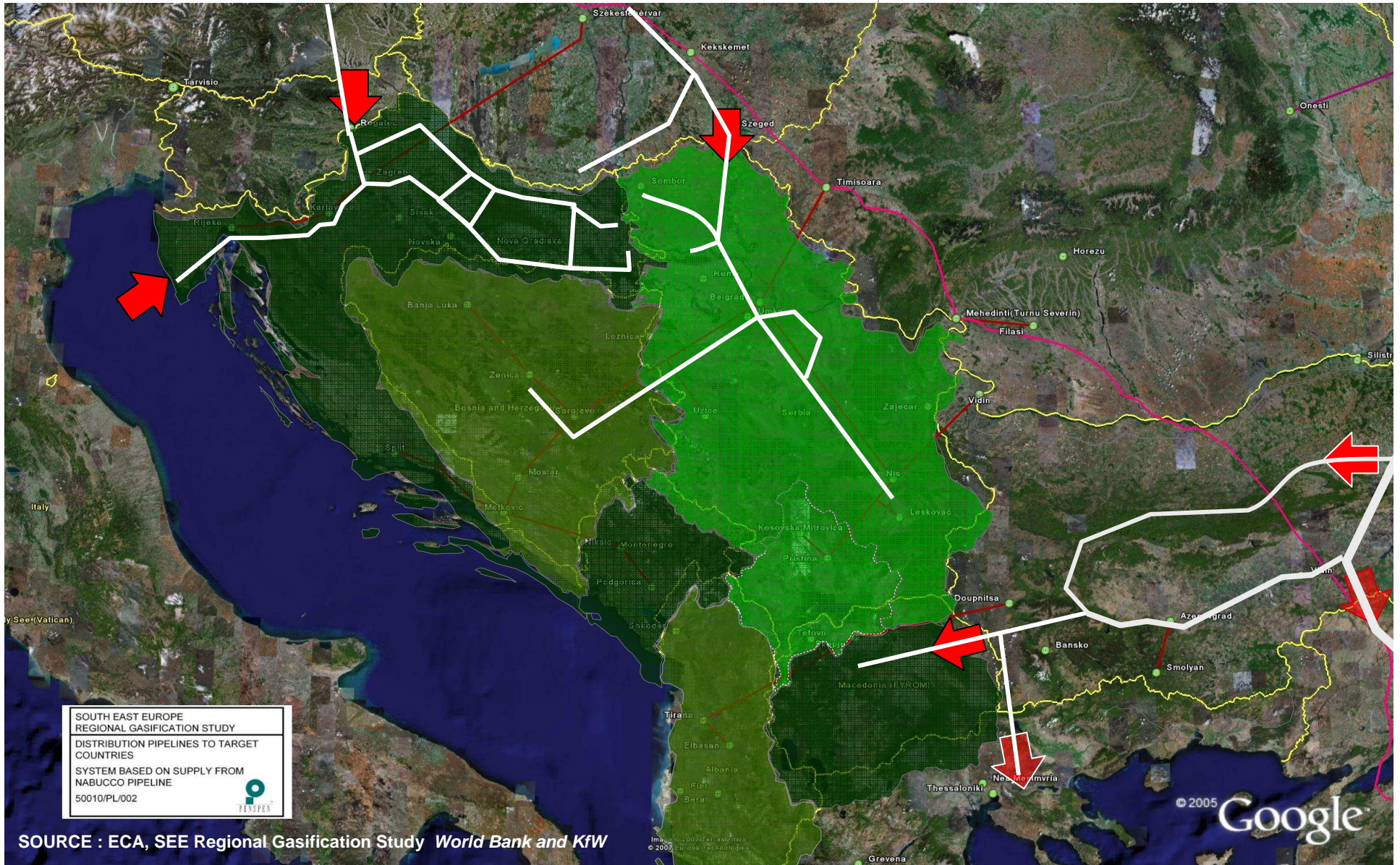
- **GAS SECTOR** under the crisis situation

Major issues - investments and supply

THE ENERGY COMMUNITY AND THE GAS CRISIS JANUARY 2009

- ***Four Contracting Parties affected***
- ***Some figures***
- ***Major outcomes – awareness;***
- ***Projects – Donors' focus***

CURRENT GAS NETWORK SEE

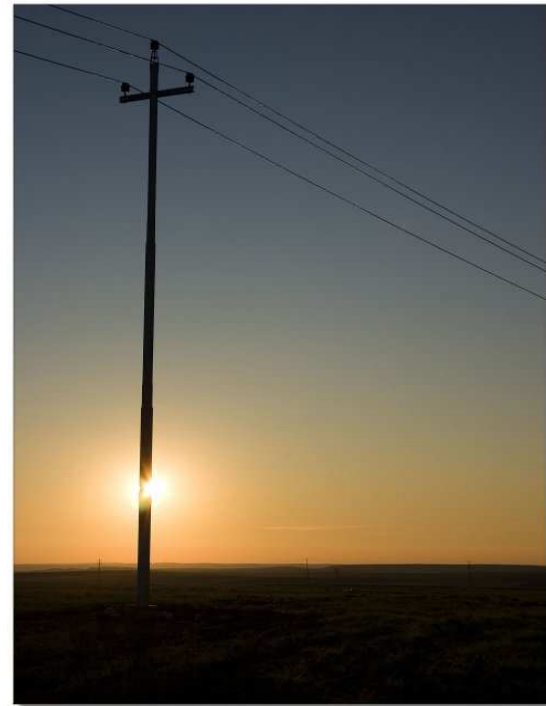


SOURCE : ECA, SEE Regional Gasification Study World Bank and KfW

THE ENERGY COMMUNITY AND THE REGIONAL ELECTRICITY APPROACH

THE COORDINATED AUCTION OFFICE CONCEPT

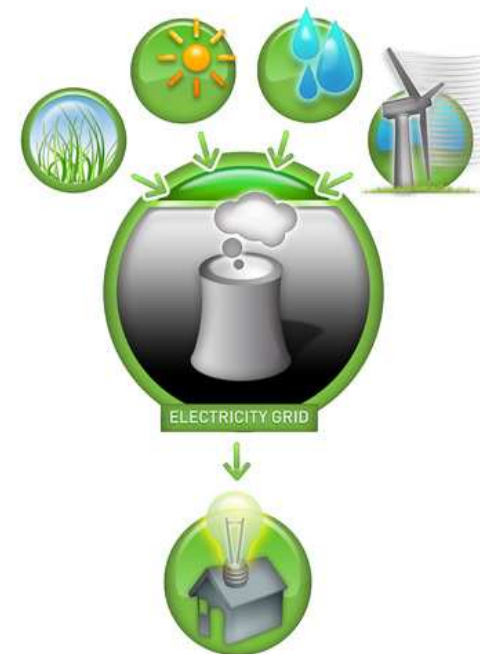
- **The State of Play**
- **The Challenges**
- **Why optimistic?**



© Ant Legg

STRENGTHENING REGIONALITY WITHIN THE LAST 18 MONTHS

- Energy Efficiency (the Task Force) – December 2009
- Oil Dimension – October 2010?
- RES – next steps – October 2010?



THE LEGAL FRAMEWORK MIGHT BE EXTENDED IN ALL THESE AREAS

SECURITY OF SUPPLY AND THE INVESTORS

**1. THE INFRASTRUCTURE PROJECTS' LIST
– A SHOPPING LIST OR REALITY?**

2. DISPUTE SETTLEMENT UNDER THE TREATY
- relations BUSINESS – GOVERNMENTS under the Treaty
within concrete legal format

3. WHAT BOTHERS THE INVESTORS

THE ENERGY COMMUNITY STATISTICS

TASK:

DEVELOPMENT OF A COMMON CONEPT FOR ENERGY STATISTICS FOR THE PURPOSE OF THE TREATY

REASON:

OBJECTIVE NECESSITY

ACTION:

IDENTIFICATION OF A UNIFIED APPROACH FOR STATISTICS RELATED TO ENERGY COMMUNITY ACTIVITIES

TO CONCLUDE: CHANCES AND CHALLENGES AHEAD

CHANCES

- BENEFIT FROM AVAILABLE EU EXPERIENCE**
- MORE INVESTMENTS**
- COMMON DECISIONS WITHIN A LONG TERM STRATEGY**
- THUS IMPROVING ENERGY SECURITY**

CHALLENGES

- ? **TIMELY IMPLEMENTATION**
- ? **ADMINISTRATIVE CAPACITY**
- ? **REGIONAL VS NATIONAL INTERESTS**
- ? **FOCUS OF ATTENTION: BUSINESS AND CONSUMERS**

TO CONCLUDE

POLITICAL WILL

ECONOMIC REASONING

EU EXPERIENCE AS BACK UP

FOR SUCCESS



THANK YOU FOR YOUR ATTENTION!

Substantial amount of analytical reports and presentations both for the national and regional perspective are to be found on

www.energy-community.org

CONTACT:

milka.mumovic@energy-community.org