

“A BRIDGE TO 2025”

24 SEPTEMBER 2015

ONE YEAR
ANNIVERSARY
EVENT

*The Cinquantenaire Museum
10 Parc du Cinquantenaire
1000 Brussels*

WWW.ACER.EUROPA.EU



IN COOPERATION WITH



4. The Future Governance and engaging with stakeholders

Moderator:

Lord Mogg, CEER President and ACER Board of Regulators Chairman

Opening remarks:

Ms Theresa Griffin MEP, Member of ITRE Committee, European Parliament

Mr Dominique Ristori, DG ENER Director General, European Commission

Governance to fit an integrated IEM

An increasingly integrated EU market requires an appropriate dynamic regulatory framework and cooperation arrangements

Key Conclusions in the Bridge

Customers and all stakeholders are central

ACER likely to have an increasing role in a more integrated EU energy market

Appropriate regulatory oversight will be needed
ENTSOs' evolving role & new bodies created

IEM open to neighbouring countries
Building regulatory capacity along IEM principles

Governance to fit an integrated IEM

Bridge proposals draw many similarities with new EC Energy Market Design consultation

- Moving towards a single energy market will likely bring a **growing interaction** between electricity and gas sectors
- Need to ensure adequate cooperation between **ENTSO-E and ENTSOG**
- As markets integrate, there will also be closer interaction of the **wholesale and retail markets**
 - This requires greater cooperation between DSOs and TSOs and perhaps a new DSO structure

Ensure a closer link between wholesale and retail markets in a single Internal Energy Market

Governance to fit an integrated IEM

EC public consultation on a new energy market design

Enhanced role for ACER to oversee the effective functioning of the integrated markets and cross border infrastructure

Powers and independence of ACER may need to be reinforced to carry out regulatory functions at European level

Could include Agency power to adopt directly applicable and binding decisions at EU-level and on cross-border issues & enforcement powers to ensure compliance with its decisions

Need for increased coordination between TSOs requires a stronger
ENTSO-E

Strengthening the regulatory framework may also require regulatory oversight of entities, such as power exchanges

Increasing link between retail and wholesale markets will have to be reflected in the regulatory framework

The Agency's evolving role

Regulatory oversight of ENTSOs & other bodies by ACER

- Increasingly important role of ENTSOs
- Oversight of other bodies with critical or monopoly IEM functions
- Compliance with ACER decisions

Stronger NRA coordination

- Enhance NRA cooperation
- Agency empowered to take decisions directly regarding binding subsidiary instruments in EU-wide proposals (future Guidelines)

Monitoring of markets

- ACER powers to require information from all EU energy-sector entities when needed for monitoring

More detailed proposals on the basis of the Bridge...

- ...In our response to the Energy Market Design EC Consultation