Introducing the Energy Community

Joint Eurogas - ECDSO-g meeting

Prague, 23 June 2016
The Energy Community

- An international organization established by Energy Community Treaty signed in October 2005 and entered into force in July 2006
- Extend the EU internal energy market to South East Europe and beyond (export of EU laws and principles & physical connections)
- Culmination of the Athens Process to create a regional electricity market in South East Europe
- Foster cooperation and integration in the region to spur economic growth, stability and investment
- Improve security of supply
- Preparation for EU membership & foreign policy tool
- Budget EUR 3.5 million
Institutions

MINISTERIAL COUNCIL ➔ Political and legislative decisions

PERMANENT HIGH LEVEL GROUP ➔ Prepares Ministerial Council

REGULATORY BOARD (ECRB) ➔ Advisory body

SECRETARIAT ➔ Support, Monitoring, Enforcement

ELECTRICITY FORUM ➔ Advisory bodies

GAS FORUM

OIL FORUM

Working groups, Task forces, Platforms.....
Why DSO Coordination platform?

- Treaty signed by a country
- Transposition and monitoring – by responsible Government / Ministry / Regulator
- Implementation – by energy market participants (including DSO)

Transfer of knowledge and experience:
- Representatives of ministries, regulators – included
- Representatives of TSO – included
- Representatives of suppliers – included
- Representatives of DSO gas – to be included
The common legal framework – EnC acquis

- Competition (some provisions of the EU Treaty) – Antitrust and state aid
- Third Energy Package for electricity and gas
- Oil stocks directive
- Trans-European Energy Infrastructure Regulation
- Environment protection in energy sector – EIA, sulphur content in fuels, LCP, industrial emissions
- Renewables - Renewable Energy Directive – binding targets for RES in electricity, heating & cooling, transport
- Energy efficiency – Energy services, performance of buildings, labelling...
- Statistics – monthly and annual energy balances; electricity and gas prices

Adoption process (after 2005):
- Law adopted in EU → Law proposed by European Commission for adoption in the Energy Community → Law (adjusted) adopted by Ministerial Council → transposition into national legislation of Contracting Parties
3rd Package implementation - gas

- Implementation deadline 1 January 2015

Gas markets in the EnC Contracting Parties

- Contracting Parties with a well developed gas market
- Contracting Parties with a little developed / emerging gas market
- Contracting Parties with no gas market
Gas distribution sector in the Contracting Parties

<table>
<thead>
<tr>
<th>Contracting Party</th>
<th>Number of Distribution companies</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bosnia and Herzegovina</td>
<td>4</td>
</tr>
<tr>
<td>fYR of Macedonia</td>
<td>3</td>
</tr>
<tr>
<td>Moldova</td>
<td>24</td>
</tr>
<tr>
<td>Serbia</td>
<td>33</td>
</tr>
<tr>
<td>Ukraine</td>
<td>50</td>
</tr>
</tbody>
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- Total annual gas consumption: 34 Bcm
- Households share in total gas consumption:
  - 0.135 Bcm
  - 2 Bcm
  - 1 Bcm
  - 0.183 Bcm
  - 3 Bcm
  - 34 Bcm
Thank you for your attention!

Karolina Čegir, Gas expert

www.energy-community.org