








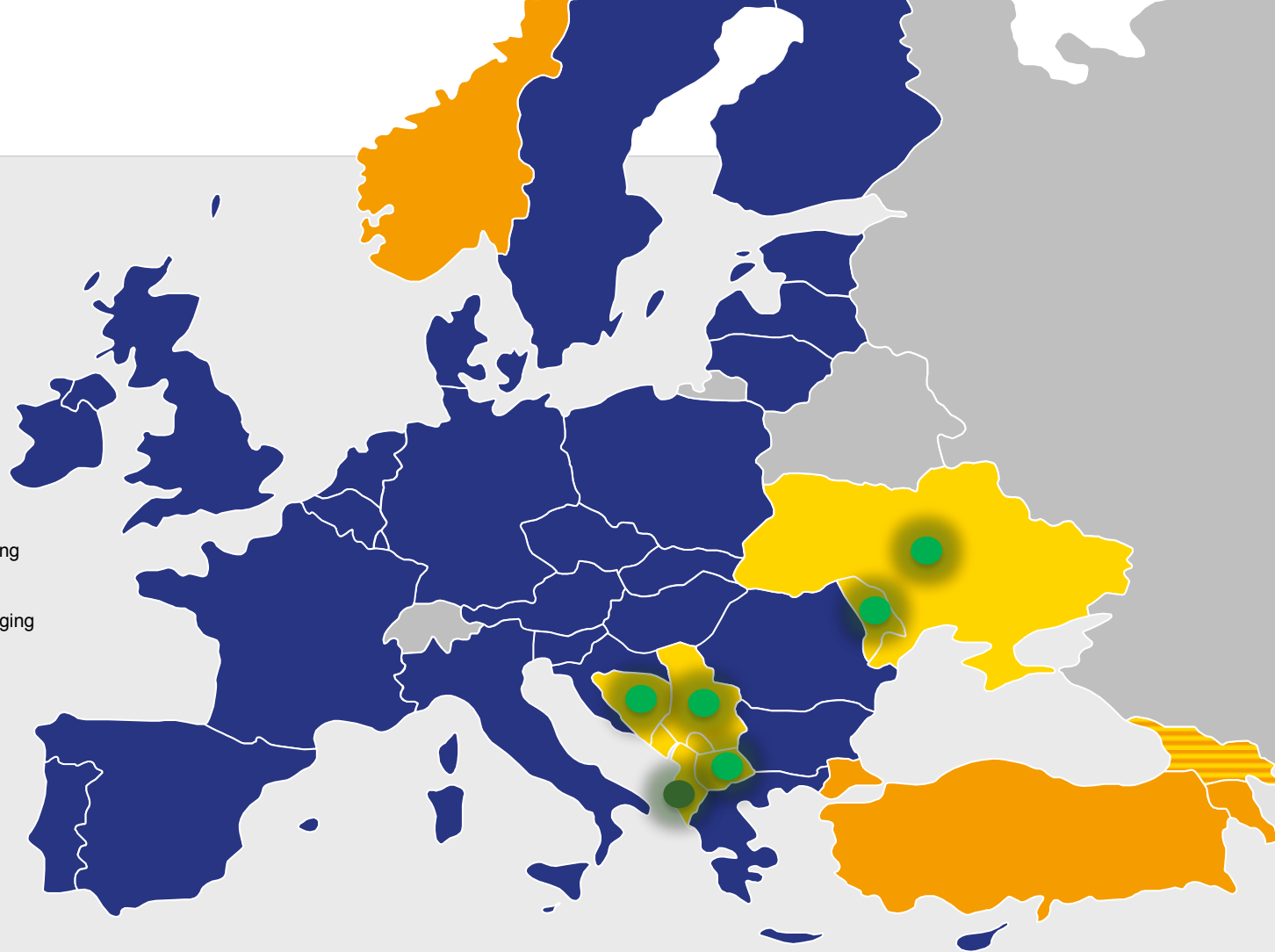
The role of the Energy Community in the European energy security

Janez Kopac, Director

Vienna, 12 March 2015

Energy Community

-  Contracting Parties with existing gas markets
-  Contracting Parties with emerging gas markets
-  European Union
-  Contracting Parties
-  Candidate
-  Observers



Legal / institutional framework

Energy Community Treaty (safeguard measures, mutual assistance)

Third package (Directive 2009/73, Regulation 715/2009) deadline 1.1.2015.

Directive 2004/67 on security of supply - binding acquis (from 31.12.2009); the ECS will contribute to public consultation on the Regulation 994/2010 revision

Plan to adapt and adopt the revised Regulation 994 in the EnC framework

ECS adopted Guidelines for SoS Statements

Security of supply Coordination Group for gas – functioning body

The Secretariat is member of the EU Gas Coordination Group

Stress test – a 2014 ad hoc security of supply test



- ***EC asked the Energy Community to participate in a Union wide stress test (summer-autumn 2014)***
- ***Ukraine crisis as a trigger for the test***
- ***Stress test performed by the Energy Community:***
 - ***under coordination by the Secretariat, the Contracting Parties performed these tests very diligently***
 - ***A separate report on the findings in the Energy Community (prepared with ECS) was also published***
 - ***the stress tests concluded that the Energy Community countries would be particularly affected by a prolonged supply disruption.***

Ukraine 6-month disruption

Cooperative approach

February



In percentage of whole dc	SEP	OCT	NOV	DEC	JAN	FEB
AT	0%	0%	0%	0%	0%	0%
BA	26%	26%	28%	28%	28%	28%
BE	0%	0%	0%	0%	0%	0%
BGn	0%	0%	8%	28%	31%	38%
CH	0%	0%	0%	0%	0%	0%
CZ	0%	0%	0%	0%	0%	0%
DEg	0%	0%	0%	0%	0%	0%
DEn	0%	0%	0%	0%	0%	0%
DK	0%	0%	0%	0%	0%	0%
EE	0%	0%	0%	0%	0%	0%
ES	0%	0%	0%	0%	0%	0%
FI	0%	0%	0%	0%	0%	0%
FRn	0%	0%	0%	0%	0%	0%
FRs	0%	0%	0%	0%	0%	0%
FRt	0%	0%	0%	0%	0%	0%
GR	0%	0%	6%	13%	30%	16%
HR	0%	0%	0%	0%	0%	0%
HU	26%	26%	26%	26%	26%	26%
IE	0%	0%	0%	0%	0%	0%
IT	0%	0%	0%	0%	0%	0%
LT	0%	0%	0%	0%	0%	0%
LU	0%	0%	0%	0%	0%	0%
LV	0%	0%	0%	0%	0%	0%
MK	0%	0%	8%	28%	32%	10%
NL	0%	0%	0%	0%	0%	0%
PL	0%	0%	0%	0%	0%	0%
PT	0%	0%	0%	0%	0%	0%
RO	0%	0%	0%	26%	26%	38%
RS	26%	26%	26%	26%	26%	26%
SE	0%	0%	0%	0%	0%	0%
SI	0%	0%	0%	0%	0%	0%
SK	0%	0%	0%	0%	0%	0%
UK	0%	0%	0%	0%	0%	0%

Source: ENTSOG

Uncooperative approach

February



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BA	0%	0%	0%	0%	0%	0%
BE	0%	0%	0%	0%	0%	0%
BGn	0%	0%	0%	0%	50%	17%
CH	0%	0%	0%	0%	0%	0%
CZ	0%	0%	0%	0%	0%	0%
DEg	0%	0%	0%	0%	0%	0%
DEn	0%	0%	0%	0%	0%	0%
DK	0%	0%	0%	0%	0%	0%
EE	0%	0%	0%	0%	0%	0%
ES	0%	0%	0%	0%	0%	0%
FI	0%	0%	0%	0%	0%	0%
FRn	0%	0%	0%	0%	0%	0%
FRs	0%	0%	0%	0%	0%	0%
FRt	0%	0%	0%	0%	0%	0%
GR	0%	0%	0%	0%	0%	8%
HR	0%	0%	0%	0%	0%	0%
HU	0%	0%	0%	0%	0%	17%
IE	0%	0%	0%	0%	0%	0%
IT	0%	0%	0%	0%	0%	0%
LT	0%	0%	0%	0%	0%	0%
LU	0%	0%	0%	0%	0%	0%
LV	0%	0%	0%	0%	0%	0%
MK	0%	0%	0%	0%	0%	0%
NL	0%	0%	0%	0%	0%	0%
PL	0%	0%	0%	0%	0%	0%
PT	0%	0%	0%	0%	0%	0%
RO	0%	0%	0%	24%	25%	41%
RS	2%	44%	33%	33%	33%	33%
SE	0%	0%	0%	0%	0%	0%
SI	0%	0%	0%	0%	0%	0%
SK	0%	0%	0%	0%	0%	0%
UK	0%	0%	0%	0%	0%	0%

Third package is advancing – aligning with the EU



Serbia adopted a 3P compliant law in December 2014 – the first and so far the only CP

Ukraine: the draft law prepared with the ECS and adopted by the CoM; it passed the first reading in Verkhovna Rada

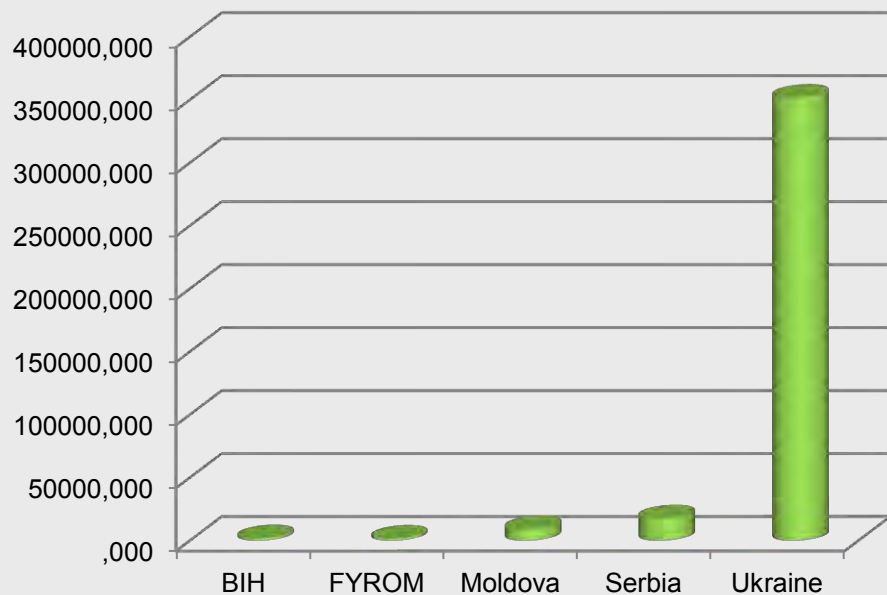
On the fast track: Montenegro; Albania (to send the latest draft soon)

Kosovo* has advanced its 3P draft laws, Moldova has received a draft gas law prepared by ECS – work in progress

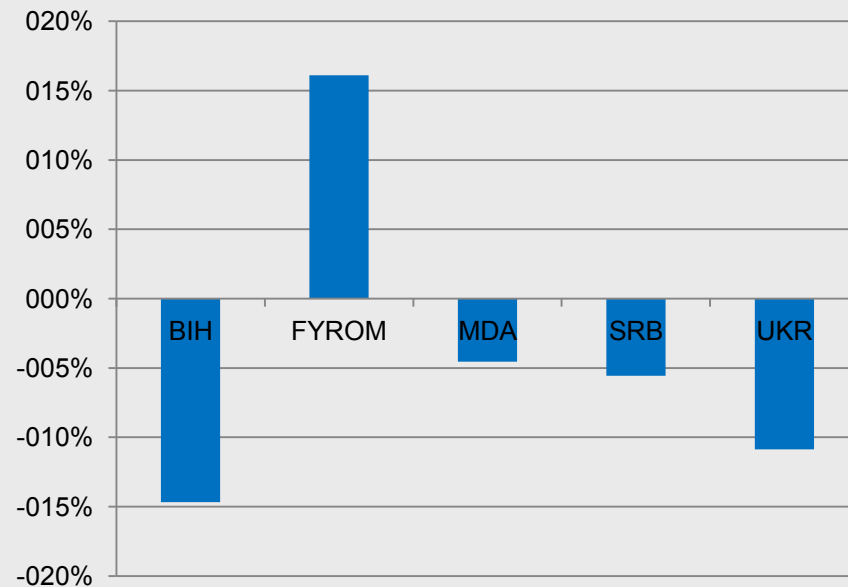
MK - a draft law shared by ECS in autumn 2014

BH - long standing dispute (2nd package)

Gas market trends



Gas consumption 2013 (GWh)

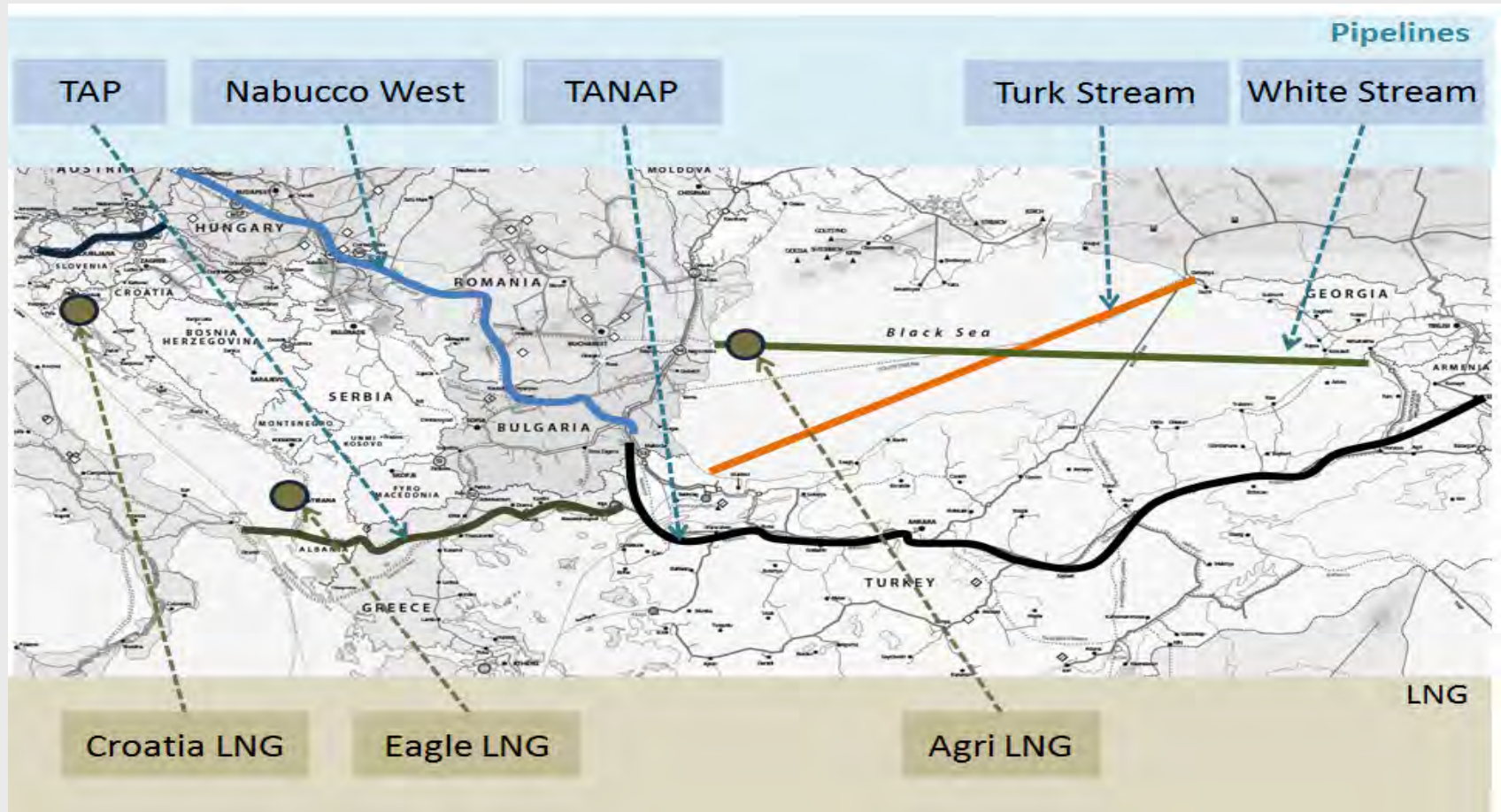


Demand growth 2012-2013 (%)

Projects of Energy Community Interest - PEICs



Potential supply pipeline projects to the region





Network codes – Interoperability; Balancing

Interface on common MS-CP interconnection points - Policy guidelines on integration EU EnC

GRI South South East – EnC will participate in pilot projects (f.e. Cooperation between EnC TSOs and ENTSOG Transparency Platform; harmonisation of gas quality parameters...)

Rectifying breaches

ECS: Assistance to all CPs - Ukraine in focus – in developing secondary legislation to foster market reforms

TAP – opening of the Southern Corridor – decision on TAP exemption (2013) after ECS opinion for the Albanian part

Decision on TAP exemption prolongation - ECS opinion in progress

Ukraine – reforming the gas sector



- Adoption of the gas law will constitute a big leap forward for Ukraine*
- The Energy Community Secretariat will continue to work with the Ukrainian authorities to develop secondary legislation and implement an effective unbundling model*
- Ukraine shall consult case law of the EnC and:*
 - Develop licensing conditions, PSO decrees, general rules on supply and rules on supplier of last resort upon consultation with the ECS*
 - notify the ECS about regional cooperation, emergency measures and SoS action plan*
 - ECS shall issue an opinion - as for other CPs – for TSO certification and TPA exemptions for new infrastructure*

The background is a satellite-style image of the Earth at night, showing city lights. Overlaid on this are numerous glowing blue lines that curve and connect across the globe, representing a global energy network or data flow.

*Thank you
for your attention!*

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