

# Regulatory "Environment"

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# Reaching Regulatory Goals

Striking a balance!

- Government
- Investors
- Consumers

Our Regulatory  
**Environment**

- Achieving integrated / i
- Transformation toward

Need for Smart Re

ners

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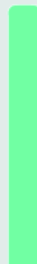
Thinking a paradigm

- Government

# Independent...

- Budget
- Appointment
- Decision making

**... yet accountable!**





# Principles / Cultural Values for IRAs



# • Investors

# Investment Perspective

- Economic and political stability
- Long-term view on policy priorities
- Predictable regulatory environment
- Solid investment climate

# • Consumers



# Consumer Issues

- Service quality
- Affordable prices
- Regulatory involvement
- Market participation
- etc.

# Striking a balance!

- Government
- Investors
- Consumers

Our Regulatory  
**Environment**



## **Did Somebody Say Environment?**

- Increasing global awareness
- Governments' incentive policies
- Impacts on energy markets
- Nimbism

# energy

# Effects of Climate Change Policy Goals

- Squeezed out conventional plants
- Missing money problem of flexible generation
- Introducing or improving emission trading schemes
- Need for "green" and "white" utility regulation

- Nimbism

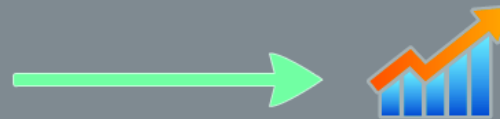
Small text or logo visible within the word 'Nimbism'.

# Objection! Objection!

- Not In My Backyard



- Not In My Bill



- Increasing cost of incentives due to improper projections
- Exemptions from grid and RES payments for some industries
- Postponed or reduced RES support schemes due to economical conditions

# Striking a balance!

- Government
- Investors
- Consumers

Our Regulatory  
**Environment**



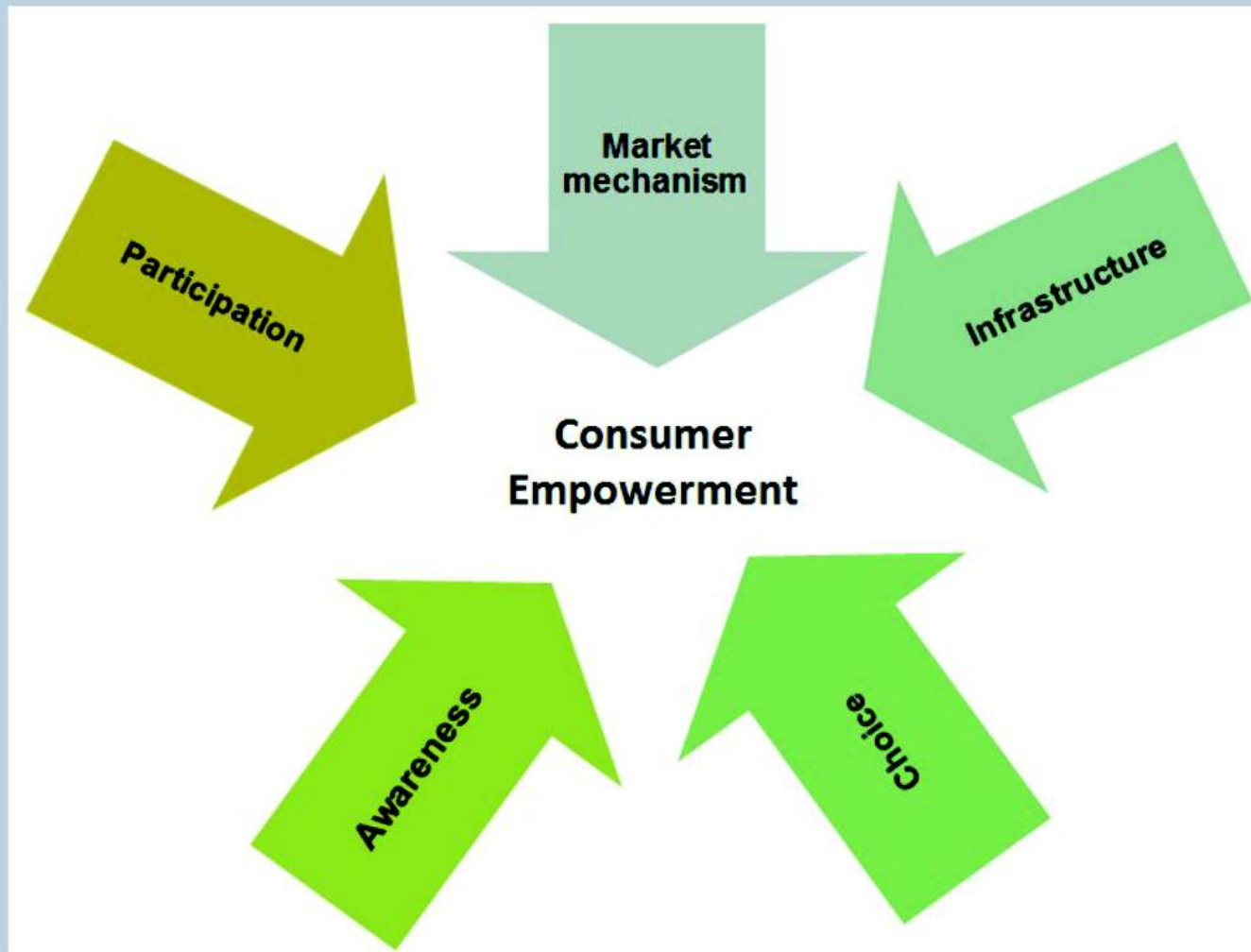
# • Consumers



**Empowering Consumers**

What is in ERRA's agenda?

# New Era: Consumer Centric Markets



What is in ERRA's agenda?

## Continuing joint meetings / workshops to better address needs

## Growing interests resulted in a new WG for Retail/Consumer issues

- Energy regulators' role in consumer interests
- Consumer education
- Affordability (identification and support)
- Consumer choice on retail market
- Service quality
- Demand response of small consumers
- etc.

# • Investors

consult with Regulators before

and maintain political

tors  
iveness

amiliar with the potential  
measures

# "Bankable" Regulations / Market

- Negative impact of social policy goals
- Guiding investments via market mechanisms considering climate change targets
- Achieving integrated / internal market goal
- Transformation towards smart systems



Need for Smart Regulations !

Thinking a paradigm

- Government



# **Regulators vs. Policy makers OR**

## **Regulators with Policy makers**

- Policy makers should consult with Regulators before setting policy goals
- Regulators should build up and maintain political and public respect
  - Performance indicators
  - Consumer responsiveness
- Regulators should be familiar with the potential effects of Climate Change measures

**With**

A large cargo ship is shown from a rear perspective, sailing on a calm sea under an overcast sky. The ship's hull is white with a blue stripe along the bottom. The superstructure is white with blue accents. A wake of white foam is visible behind the ship.

We are in the same boat!

# You are cordially invited !



**6<sup>th</sup> WORLD FORUM ON ENERGY REGULATION**  
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# Thank You !

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