

State Energy Regulatory Commission



Bulgaria



Administrative Capacity

The Beginning

- July 1999 the State Energy Regulatory Commission (SERC) established by virtue of the Energy Act
- SERC powers defined to regulate electricity, heat and gas
- 7 Commissioners appointed by the Prime Minister
- End of 1999 SERC has not any office building, nor any administration yet

The Beginning (continued)

- SERC required by the Energy Act to:
 - develop secondary legislation
 - license existing energy enterprises –
 within one year from EA entry into force
 - approve the prices charged by the licensed energy companies – ex 2002

Four years later

- No initial members remained in the present body of the Commission
- 2003 a new Energy Act voted by the Parliament
 - SERC substantially preserves its status
 - Commission's powers somewhat extended
 - Commissioners' term in office 5 years
- Regulatory activity expected to extend and cover Water & Sewerage services

SERC Powers

- 1. Licensing
- 2. Price regulation
- 3. Control
- 4. Drafts secondary legislation
- 5. Approves General Terms of Sale
- 6. Defines the rules of trade with electricity and gas as well as technical rules in respect to grids
- 7. Defines the rules for network access
- 8. Carries out tenders to select investors in gas distribution networks

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Administration — Staffing and Structure

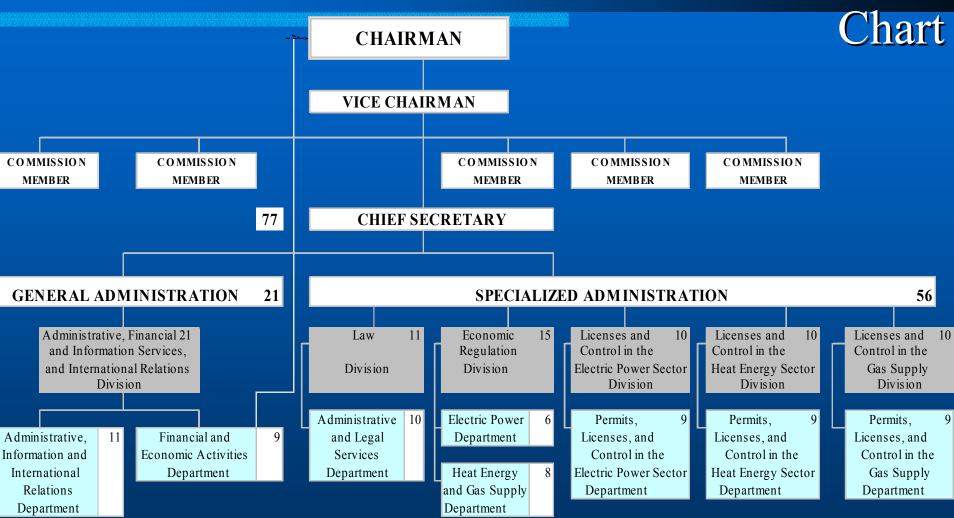
- Full time positions per staffing plan 81
- Full time positions filled 71
 - General administrative staff 21 (30%)
 - Specialized staff 50 (70%)
- Professional staff
 - Engineers 32 (45 %)
 - Economists 19 (27 %)
 - Lawyers 10 (14 %)
 - Other 10 (14 %)

Specialized Administration

- No. of staff 50
- Education 100% hold university degrees
- Professional staff:
 - Engineers 28 (56 %)
 - Economists 11 (22 %)
 - Lawyers 10 (20 %)
 - Other 1

STATE ENERGY REGULATORY COMMISSION

Organizational



Drawbacks

- Incommensurate with new tasks
 - Reduces licensing scope at the expense of price regulation and control
 - Privatization comes with its requirements
 - Market opening is forthcoming
 - Conduct open meetings and public discussions
- Frustrates communication between Directorates

Human Resources — Difficulties

- Key managerial positions are vacant directors, heads of department
- Lack of regulatory experience at all levels
- A great deal of experts are young people
- Compensation does not match responsibilities
- Each case is unique
- Commissioners are "playing coaches"

Human Resources — Good Aspects



SERC is a working commission

"Missions impossible" accomplished in difficult situations





Experience comes with practice

Young people have their advantages



Human resources — How?

How to distribute responsibilities among various levels and experts?



How to overcome routinism?

How could I develop professionally under this overwhelming administrative workload?





How can I cope with the situation that the things learnt yesterday are not enough today?

Perhaps you know some of the answers?

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