

Sept. 27 – 30, 2004, Sofia

SERC STRATEGY AND POLICY



#### LEGISLATIVE BASE

- > Energy Act
- > Ordinance on Licensing the Activities in the Energy Sector
- ➤ Ordinances on the Terms and Procedures for Energy Supply Network Connection
- ➤ Ordinance on Restrictive Regime Introduction to Energy Supply



- ➤ Rules for access to the energy supply networks /SERC/
- Service quality indicators in the energy supply sector /SERC/
- > License terms
- General terms of the contracts for energy supply to the consumers
- ➤ Rules of the Licensees for work with the consumers, approved by SERC
- >SERC quidelines, related to disputes and complaints resolving

- ➤ Protection of Competition Act
- ➤ Protection of Consumers and Trade Rules Act
- > Proposals, Signals, Complaints and Petitions Act



#### Relations and active cooperation with:

- ➤ Protection of Competition Commission
- **➤** Commerce and Consumers Protection Commission
- ➤ Bulgarian National Consumers Association
- > Federation of the Consumers in Bulgaria



# Consumers of energy services in the Republic of Bulgaria (household consumers)

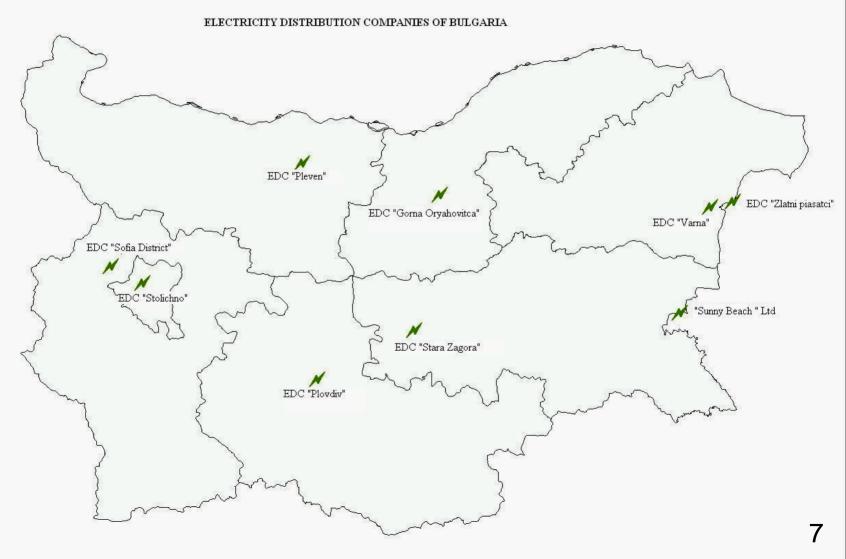
➤ of electricity – 4 012 671

 $\triangleright$  of heat energy – > 575 000

➤of natural gas – 3 283 (4700 total)

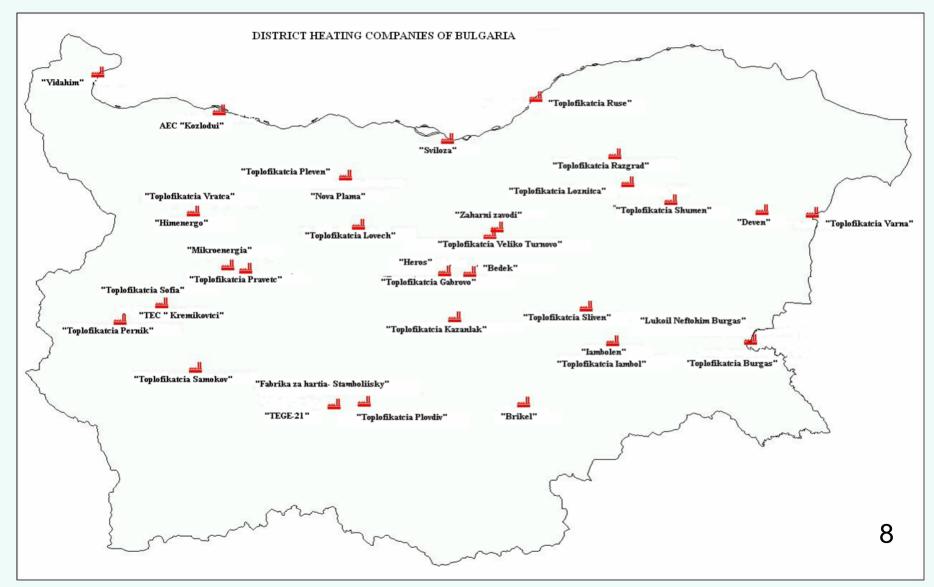






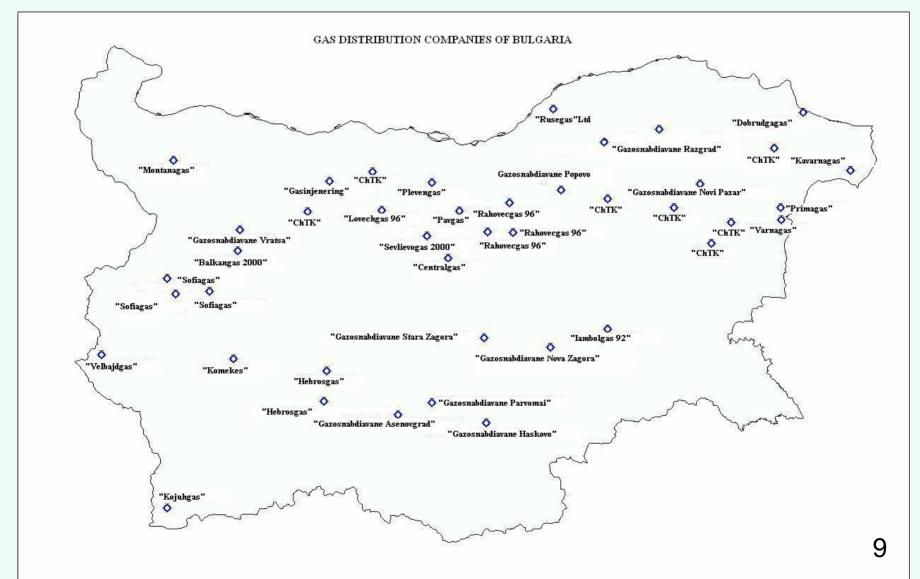
















- ➤ Balance between the interests of the energy enterprises and consumers
- ➤ Publicity and public discussion of general administrative acts with stakeholders, including consumers' organizations
- Access to information (informed choice) through SERC web page and bulletin, announcements, publications and press interviews



- Cooperation with consumers organizations and branch organizations of the energy enterprises
- >Standing working group on electricity market liberalization
- Encouragement and methodological support for the establishment of Centers for work with the consumers at the energy enterprises.
- Enforcing standards for consumer servicing, related to the access right, supply continuity, energy and trade service quality



#### The efforts to achieve a balance of interests is expressed in:

- Approval by SERC of the General terms of the contracts between the energy enterprises and the household consumers
- >SERC Approval of Rules for work with the consumers
- Control on the implementation of the License terms through periodical planned and extraordinary checks at the energy enterprises





#### The general terms of contracts are known to public and mandatorily contain:

- rights and obligations of the energy enterprise and of the consumers
- > supply quality terms
- information, provided to the consumers
- > terms for supply termination or interruption
- > procedures for measurement, reading and payment
- responsibility of the energy enterprise in case of non-regulated interruption and poor quality supply



#### Quality indicators /groups/

- Energy quality/electricity; heat; gas/
- > Reliability and uninterruptedness
- ➤ Trade sevice quality:
  - -time for answering a complaint and/or request
  - -time for checking a measuring device
  - -time for adjusting an error





#### Informed consumers' choice terms and publicity

- ➤ Public discussion of SERC general administrative acts with all stakeholders
- ➤ Open sessions of the Commission
- ➤ Public announcement of the decisions and transparency of the energy market and the Commission activity
- Exchange of information with consumers organizations
- Conducting wide explanatory campaigns and public discussions



#### Commission considers complaints

- > Of consumers vs licensees, related to:
  - consumer's right to be connected
  - licensee's right to terminate the connection and supply
  - supply terms and quality indicators
- > Of licensees vs licensees





#### Dispute resolution

- > SERC assists the voluntary dispute resolution upon submission of a written request by the parties to perform a concilliation procedure.
- In case that the Commission finds out that a licensee violates or limits the competition, upon execution of its powers, it shall refer the matter to the Protection of Competition Commission (PCC).



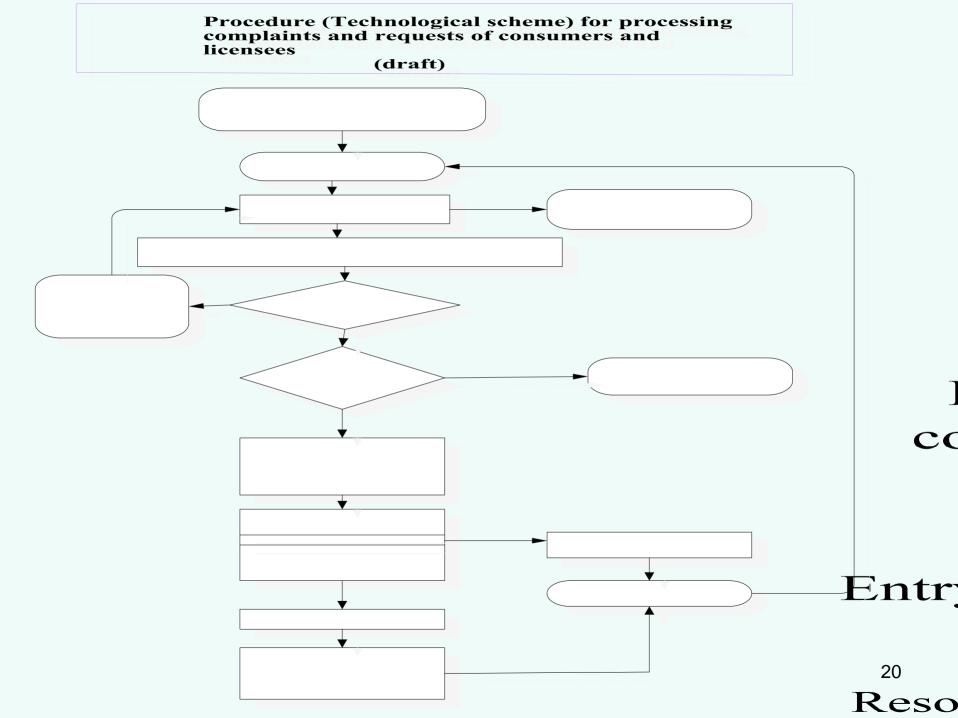
# Section "Complaints and Work with the Consumers"

- ➤ Prepares "Rules for Work with the Consumers" and offers them for approval by the Commission
- ➤ Prepares and organizes the implementation of the procedure for the work with consumers' complaints and signals, received by SERC.
- Assists and coordinates the Licensees' activities on the preparation of their Rules for Work with the Consumers drafts.
- ➤ Participates in the analysis of the "General Contract Terms", offered by the Licensees
- Creates and maintains data base for the complaints, signals and disputes of the consumers and licensees

18



- Together with experts from the specialized directorates conducts checks on consumer complaints and prepares drafts for answers and for mandatory SERC guidelines
- > Organizes dispute resolution procedures and participates in them
- ➤ Prepares an annual analysis of the consumers' complaints and signals by sectors and companies
- ➤ Proposes and participates in studies on the consumers' satisfaction
- > Organizes the collection of statistical information and prepares analyses, related to the work with the complaints at the Licensees' sites





#### THANK YOU FOR YOUR ATTENTION

Valeri Vlachkov

Commission member

vvlatchkov@dker.bg