

ERRA Electricity Markets and Regulation Committee Approval of Workplan

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Committee's Work and Publication(s)

- **ERRA Tariff Database – Data Collection and Report – *Ongoing***
- **Indicators to assess effectiveness of competition in electricity markets - *Finalized***
- **Smart Meter report – Joint Work –*Finalized***
- **Report (2021): Status Quo Report – *Finalized***



STATUS QUO REPORT ON DEREGULATION OF ELECTRICITY MARKETS IN 17 ERRA MEMBER COUNTRIES

ANALYSIS OF THE ERRA ELECTRICITY MARKETS AND ECONOMIC
REGULATION COMMITTEE

WP topics not covered until Jan 2022 which is transferred to the new Workplan

- 2.2 Efficiency of TSO functioning and indicators for monitoring
- 2.3 Regulatory aspects of EU infrastructure regulation 347/2013 in regard to evaluation of efficiency of investments by regulated entities and incentive mechanisms for investments which includes risk mitigation measures.

Additional topics/activities that is contained in the new Workplan

- Second status-quo report electricity market deregulation
- Price regulation mechanisms in the transitional markets
- Positive experience of introduction of competitive electricity markets
- New roles at electricity markets
- Feedback from: ERRA secretariat, Algeria, Austria, Hungary, Lithuania, Oman and North Macedonia...

New 2022/24 Workplan – *Main Topics*

1. Competition: Deregulation effects, removal of subsidies and market coupling

- ❑ Deregulation of electricity markets – Status quo report of market opening, removal subsidies, efficiency of market functioning
- ❑ Price regulation mechanisms in the electricity markets in transition. Ensuring smooth market opening and price stability
- ❑ Regulatory tools for monitoring the wholesale electricity prices in case of non-functional organized electricity market
- ❑ Market coupling - Benefits, challenges and best practices
- ❑ Positive experience of introduction of competitive electricity markets
- ❑ Analysis of price hikes and crisis processes in both electricity and natural gas markets

2. Competition: Deregulation effects, removal of subsidies and market coupling

- ❑ Regulatory aspects of EU infrastructure regulation 347/2013 and its recast version in regard to evaluation of efficiency of investments by regulated entities and incentive mechanisms for investments which includes risk mitigation measures. Implementation in EU and EnCT signatory parties
- ❑ Efficiency of TSO functioning and indicators for monitoring
- ❑ Investment regulation evaluation, approval and risk mitigation approaches for large investment projects.

New 2022/24 Workplan – *Main Topics*

3. End-user flexibility, demand-side management and decentralization

- End-user flexibility and demand-side management. Review of current status and good practice in regulatory arrangement incentivizing and remunerating end-user flexibility
- New roles at electricity market
- Regulatory aspects of energy communities, self-consumption, energy sharing and electro mobility

4. Electricity tariff regulation and tariff database

- Tariff database inputs
- Tariff setting: Overview of process by which price reviews are undertaken by different regulatory agencies, tariff structuring, forward looking tariff setting and etc
- Wheeling, transiting and access Charges