



# Florence School of Regulation & Loyola de Palacio Chair in European Energy Policy

## Florence Activities Quarterly Information Letter

*October 2009 issue*

Dear Stakeholders,

This newsletter of the Florence School of Regulation (FSR) and of the Loyola de Palacio Chair in European Energy Policy (LdPC) will be issued quarterly to keep you informed with a short summary of the main news, followed by a detailed calendar of the activities for the next quarter. Planned activities beyond the quarter are also presented. The newsletter follows with information about recent publications.

We hope this newsletter will help you to follow more closely our activities and to participate more actively in the life of the FSR and of the LdPC.

This issue is particularly rich in novelties confirming the liveliness of the FSR at the start of its sixth year of existence and the quick growth of the LdPC, which is about to end its first year of activity.

**FSR Communications and Media** – A new area in Communications & Media (C&M) has been established at the FSR and its activities have started in September. It has been created by FSR in partnership with the European Regulators Group for electronic communications networks and services (ERG) and has the support of the EU Commission. The new FSR Area Director is Pier Luigi Parcu. This new area will be supported by its own sponsors and it will organize workshops and training courses on cutting edge regulation in the field of C&M. The first workshop will take place in Florence on 20 November.

**FSR Energy** – Two new thematic workshops will enrich the energy annual program: **FSR Annual EU Energy Law Review** led by Prof. Leigh Hancker (next 27 November) and **FSR Annual EU Regulatory Review** led by Jorge Vasconcelos, former Chairman of CEER-ERGEG (April 2010).

The EU Commission selected the FSR in a competitive process to run the FP7 Project **Think Tank on EU energy policy for DG TREN**. The FSR is the main coordinator of the project that will be developed in cooperation with the European Energy Institute, the Universities of Leuven (Belgium), Comillas (Spain), Bocconi (Italy), and many others, involving in total 45 academics, experts and industrial partners.

A totally new type of FSR **training** will take place in Algeria for regulatory authorities and the energy industry. It will be launched next 8 November under the High Patronage of the Algerian Minister of Energy.

**IERN** – The International Energy Regulation Network IERN ([www.iern.net](http://www.iern.net)) has been renovated by FSR and will be re-launched at the IV<sup>th</sup> “World Forum on Energy Regulation” in Athens on 18-21 October. The website will now combine information about regulators with a mapping of the regulators activities and resources.

**LdPC** – The Loyola de Palacio WP series (a sister activity to FSR) is celebrating the publication of its 17<sup>th</sup> Working Paper in Energy Policy before the end of its first year of operation. Written by James Bushnell and Yihsu Chen it is about “*Regulation, Allocation and Leakage in Cap-and-Trade Markets for CO2*”.

**FSR and LdPC new websites** – Both the FSR and the LdPC will have new websites operative as of 15 October. You will receive a message as soon as the new websites will be online.

**Staff news** – Nicole Ahner is new research associate with the FSR Energy and LdPC researcher in EU energy law. Laura Burgassi is the new project assistant. Francesca Davoli has been appointed as advisor for communication. Antonio Manganelli is the new research associate of the FSR C&M. Pier Luigi Parcu is the new Area Director of the FSR C&M. Alessandro Rubino is the new IERN coordinator.

**Location** – The FSR and the LdPC have new offices since September. The new location is the gorgeous Villa Malafrasca, a 3 stories building with a beautiful Italian garden and a terrace overlooking the Badia Fiesolana.

A very busy autumn is starting for both the FSR and the LdPC. We look forward to the many challenges and we trust in your support.

Jean Michel Glachant  
*Director FSR and  
Professor “Loyola de Palacio Chair”*

Francesca Davoli  
*Communication Advisor*

If you have any comments or suggestions on this newsletter you can write to [francesca.davoli@eui.eu](mailto:francesca.davoli@eui.eu).

## 1) September – December 2009

### 1-1 FSR Energy Workshops

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
25 Sep	FSR Workshop in Berlin	"Unbundling of energy undertakings in relation to Corporate Governance Principles" organized with ERGEG's Task Force on Unbundling, Reporting and Benchmarking (TF URB)
14 Oct	Closed workshop in Florence	"European Electricity Grid Initiative" organized by FSR for DG Research (Raffaele Liberali)
3 Nov	Closed discussion meeting in Florence	"EU-ETS Market" organized by FSR for DG ENVIRONMENT under the patronage of Jos Delbeke
27 Nov	FSR Workshop in Florence	Annual "Law Review Workshop" directed by Leigh Hancher with the participation of law firms

### 1-2 FSR Energy Training

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
14, 21, 28 Sep, 5 Oct	<i>Ad hoc</i> training in Milan	Training for the Italian Regulatory Authority for Electricity and Gas
26-30 Oct	Training in Florence	"Annual course on regulation of energy utilities" 1 <sup>st</sup> residential week
8-10 Nov	<i>Ad hoc</i> training in Algiers	"Regulation of energy utilities" Launching event with the Minister of Energy

### 1-3 International Network of Energy Regulators

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
2 Sep	Meeting in Paris	IERN Task Force
18-21 Oct	Conference in Athens	IV <sup>th</sup> World Forum on Energy Regulation – Presentation of the IERN renewed web site

### 1-4 FSR Communication and Media

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
19 Nov	Kick-off meeting in Florence	"Brain storming on core themes for 2010" with the participation of institutional partners of the Communication & Media Area (Commission DG InfoSoc&Media and I/ERG) and academics
20 Nov	Workshop in Florence	"Regulated access to NGA" on the new Commission Recommendation with the participation of Matthias Kurth, President of the Federal Network Agency (Bundesnetzagentur) and 2009 I/ERG President

### 1-5 Loyola de Palacio Chair in European Energy Policy

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
3 Sep	Meeting in Florence	Loyola Research Group "New Foundations for EU Energy Policy" 1 <sup>st</sup> meeting
15 Sep	Meeting in Brussels	Common project with "Notre Europe"
22 Sep	Loyola Seminar in Florence	"CO2 vs free trade policy" presented by Nicole Ahner
28-29 Sep	Loyola Conference in Milan	"EU Smart Energy Policy" with FEEM and Clinghaendal
12 Oct	Loyola Seminar in Florence	"Working Paper Day"
4 Nov	Meeting in Florence	Loyola Research Group "New Foundations for EU Energy Policy" 2 <sup>nd</sup> meeting
24 Nov	Loyola Seminar in Florence	"Am I smarter than smart grids?" presented by Leonardo Meeus
28 Nov	Loyola Workshop in Florence	"Italian Energy Research Group" 1 <sup>st</sup> meeting
3-5 Dec	Loyola Conference in Wilton Park (UK)	"EU Smart Energy Policy" " with FEEM and Clinghaendal
15 Dec	Loyola Seminar in Florence	"Loyola Research Group "New Foundations for EU Energy Policy" results" presented by Nicole, Eva & Adrien

### 1-6 Director – Jean-Michel Glachant other activities

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
23 Sep	Meeting in Oslo	Participation in the Nordic Regulators' Board meeting to present FSR Training and IERN
26-27 Sep	Meeting in Lausanne	Training discussion meeting with EPFL
1 Oct	Speech in Brussels	Eurogas annual conference
29 Oct	Speech in Budapest	"Security of Supply" seminar organized by Peter Kaderjack
12-13 Nov	Participation	MEDREG General Assembly in Cyprus
16 Nov	Speech in Paris	"Smart Grids" event organized by INSEAD
17-19 Nov	Speech in Atlanta (USA)	"EU energy policy" event organized by Georgia-Tech
20 Nov	Speech in Brussels	"Reform and innovation in times of crisis" conference organized by CRNI journal
25 Nov	Speech in Brussels	"EU Energy Policy" conference organized by Claeys & Casteels
26 Nov	Speech in Lisbon	"Renewable & innovation" conference
1-2 Dec	Speech in Algiers with Ernesto Bonafé	"New Information Technology and E-Learning" conference

## 2) January – July 2010 planned activities

### 2-1 FSR Energy Workshops

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
4 Jan	Kick-off meeting in Florence	"Opening of the FSR – Loyola & Think Tank Year"
29 Jan	Workshop in Florence	"Regional Initiatives: An assessment" with José Sierra – Chairman of the Regional Initiatives Working Group at CEER
5 March.	Workshop in Florence	"Regulation of Power Exchanges"
9 Apr t.b.c.	Workshop in Florence	Transport Workshop directed by Mathias Finger

23 Apr t.b.c	Workshop in Florence	Annual "EU regulation review" directed by Jorge Vasconcelos
6 May	Annual conference in Florence	Provisional title "A new regulation to greening the energy sector?"

## 2-2 FSR Energy Training

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
17-19 Jan	<i>Ad hoc</i> training in Algiers	"Regulation of energy utilities" 2 <sup>nd</sup> week
14-16 Feb	<i>Ad hoc</i> training in Algiers	"Regulation of energy utilities" 3 <sup>rd</sup> week
14-16 Mar	<i>Ad hoc</i> training in Algiers	"Regulation of energy utilities" 4 <sup>th</sup> week
22-26 Mar	Specialized training	"Gas markets"
18-20 Apr	<i>Ad hoc</i> training in Algiers	"Regulation of energy utilities" 5 <sup>th</sup> week
14-18 Jun	Training in Florence	"Annual course on regulation of energy utilities" 2 <sup>nd</sup> residential week
28 Jun 2 Jul	Training in Florence	"Summer School on regulation of energy utilities"
5-9 Jul t.b.c.	<i>Ad hoc</i> training in Florence	"Regulation of energy utilities" for MEDREG

## 2-3 Loyola de Palacio Chair in European Energy Policy

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
4 Jan	Kick-off meeting in Florence	"Opening of the FSR – Loyola & Think Tank Year"
6 Jan	Loyola Seminar in Florence	"Working Paper Day"

## 2-4 Director – Jean-Michel Glachant – other activities

<i>Date</i>	<i>Type of Event &amp; Location</i>	<i>Title &amp; more</i>
27-28 Jan	Speech in Brussels	"European energy policy" conference organized by Claeys & Casteels
20-21 Apr	Speech in Brussels	"Priced to perfection? European wholesale energy markets to 2020" Energy Summit organized by Stratos for APX-ENDEX

For further information on:

1. FSR Energy - **Leonardo Meeus** ([leonardo.meeus@eui.eu](mailto:leonardo.meeus@eui.eu))
2. FSR Energy Training - **Ernesto Bonafé** ([ernesto.bonafe@eui.eu](mailto:ernesto.bonafe@eui.eu))
3. IERN – **Alessandro Rubino** ([alessandro.rubino@eui.eu](mailto:alessandro.rubino@eui.eu))
4. FSR Communications & Media – **Antonio Manganelli** ([antonio.manganelli@eui.eu](mailto:antonio.manganelli@eui.eu))
5. Loyola de Palacio Chair in European Energy Policy – **Yannick Perez** ([yannick.perez@eui.eu](mailto:yannick.perez@eui.eu))
6. FSR Director – Jean-Michel Glachant other activities – **Laura Burgassi** ([laura.burgassi@eui.eu](mailto:laura.burgassi@eui.eu))
7. Anything else – [fsr@eui.eu](mailto:fsr@eui.eu)

# Florence School of Regulation & Loyola de Palacio Chair in European Energy Policy

## Publications 2009

### Loyola de Palacio Chair in European Energy Policy

For the full text of the following publications please visit <http://cadmus.eui.eu/dspace/handle/1814/812>

Author(s)	Title	Series
Joskow, Paul L	<i>Challenges for Creating a Comprehensive National Electricity Policy</i>	EUI RSCAS; 2009/01; LdP Programme on Energy Policy
Ellerman, Denny	<i>The EU's Emissions Trading Scheme: A Proto-Type Global System?</i>	EUI RSCAS; 2009/02; LdP Programme on Energy Policy
Newbery, David	<i>Predicting Market Power in Wholesale Electricity Markets</i>	EUI RSCAS; 2009/03; LdP Programme on Energy Policy
Von der Fehr, Nils-Henrik M.; Hansen, Petter Vegard	<i>Electricity Retailing in Norway</i>	EUI RSCAS; 2009/04; LdP Programme on Energy Policy
Glachant, Jean-Michel	<i>Regulating Networks in the New Economy</i>	EUI RSCAS; 2009/05; LdP Programme on Energy Policy
Glachant, Jean-Michel; De Hauteclocque, Adrien	<i>Long-term Energy Supply Contracts in European Competition Policy: Fuzzy not Crazy</i>	EUI RSCAS; 2009/06; LdP Programme on Energy Policy
Piebalgs, Andris	<i>How the European Union is preparing the "Third Industrial Revolution" with an innovative energy policy</i>	EUI RSCAS; 2009/11; LdP Programme on Energy Policy
Rious, Vincent; Dessante, Philippe; Perez, Yannick	<i>Is combination of nodal pricing and average participation tariff the best solution to coordinate the location of power plants with lumpy transmission investments?</i>	EUI RSCAS 2009/14; LdP Energy Policy Programme
Lévêque, François; Glachant, Jean-Michel; Saguan, Marcelo; De Muizon, Gildas	<i>How to rationalize the debate about 'EU Energy Third Package'? Revisiting criteria to compare electricity transmission organizations</i>	EUI RSCAS; 2009/15; LdP Programme on Energy Policy
Meade, Richard; O'Connor, Seini	<i>Comparison of Long-Term Contracts and Vertical Integration in Decentralised Electricity Markets</i>	EUI RSCAS 2009/16; LdP Energy Policy Programme
Roques, Fabien; Hiroux, Céline; Saguan, Marcelo	<i>Optimal Wind Power Deployment in Europe - a Portfolio Approach</i>	EUI RSCAS 2009/17; LdP Programme on Energy Policy
Green, Richard; Vasilakos, Nicholas	<i>Market behaviour with large amounts of intermittent generation</i>	EUI RSCAS; 2009/19; LdP Programme on Energy Policy
Stoft, Steven	<i>Flexible Global Carbon Pricing: A Backward-Compatible Upgrade for the Kyoto Protocol</i>	EUI RSCAS 2009/35; LdP Programme on Energy Policy
McRae Shaun D.; Wolak, Frank A.	<i>How Do Firms Exercise Unilateral Market Power? Evidence from a Bid-Based Wholesale Electricity Market</i>	EUI RSCAS 2009/36; LdP Programme on Energy Policy
Rious, Vincent	<i>The Design of the Internal Energy Market in Relation to Energy Supply Security and Climate Change</i>	EUI RSCAS; 2009/37; LdP Programme on Energy Policy
Lévêque, François; et. al.	<i>Academic Opinion of Economic Scholars on Champsaur Commission's Paper</i>	EUI RSCAS; 2009/38; LdP Programme on Energy Policy
Bushnell, James; Chen Yihsu	<i>Regulation, allocation, and leakage in cap-and-trade markets for CO2</i>	Forthcoming
De Hauteclocque, Adrien	<i>Efficiency, Competition and Long Term Contracts in Electricity Markets</i>	LdP Reports on Workshop Proceedings

Diaz-Rainey, Ivan	<i>Long-Term Energy Trends – Where Will We Be in 2050?</i>	LdP Reports on Workshop Proceedings
Rious, Vincent	<i>The Design of the Internal Energy Market in Relation to Energy Supply Security and Climate Change</i>	LdP Reports on Workshop Proceedings
Collective work	<i>A Smart EU Energy Policy The Green Package in relation to the internal energy market design and the 2nd Strategic Energy Review</i>	LdP Reports on Workshop Proceedings

## Florence School of Regulation

For the full text of publications please visit <http://cadmus.eui.eu/dspace/simple-search?query=%28%28series%3Aflorence+series%3ASchool+series%3Aregulation%29%29&start=10>

Author(s)	Title	Series
Karova, Rozeta	<i>Energy Community for South East Europe: Rationale Behind and Implementation to date</i>	EUI RSCAS; 2009/12; FSR
Bel, Germà; Fageda Xavier	<i>Privatization, Regulation and Airport Pricing: an Empirical Analysis for Europe</i>	EUI RSCAS; 2009/27; FSR
Albalade, Daniel; Bel, Germà	<i>What shapes local public transportation in Europe? Economics, Mobility, Institutions, and Geography</i>	EUI RSCAS; 2009/34; FSR
Rious, Vincent; Hallack Michelle	<i>Tariffs for European Gas: Transmission Networks</i>	FSR Report on Workshop Proceedings
Dubois, Ute	<i>Affordability of Basic Public Utilities: Regulation and Poverty Policies</i>	FSR Report on Workshop Proceedings
Saguan, Marcelo	<i>Smart Metering: Summary and Conclusions</i>	FSR Report on Workshop Proceedings

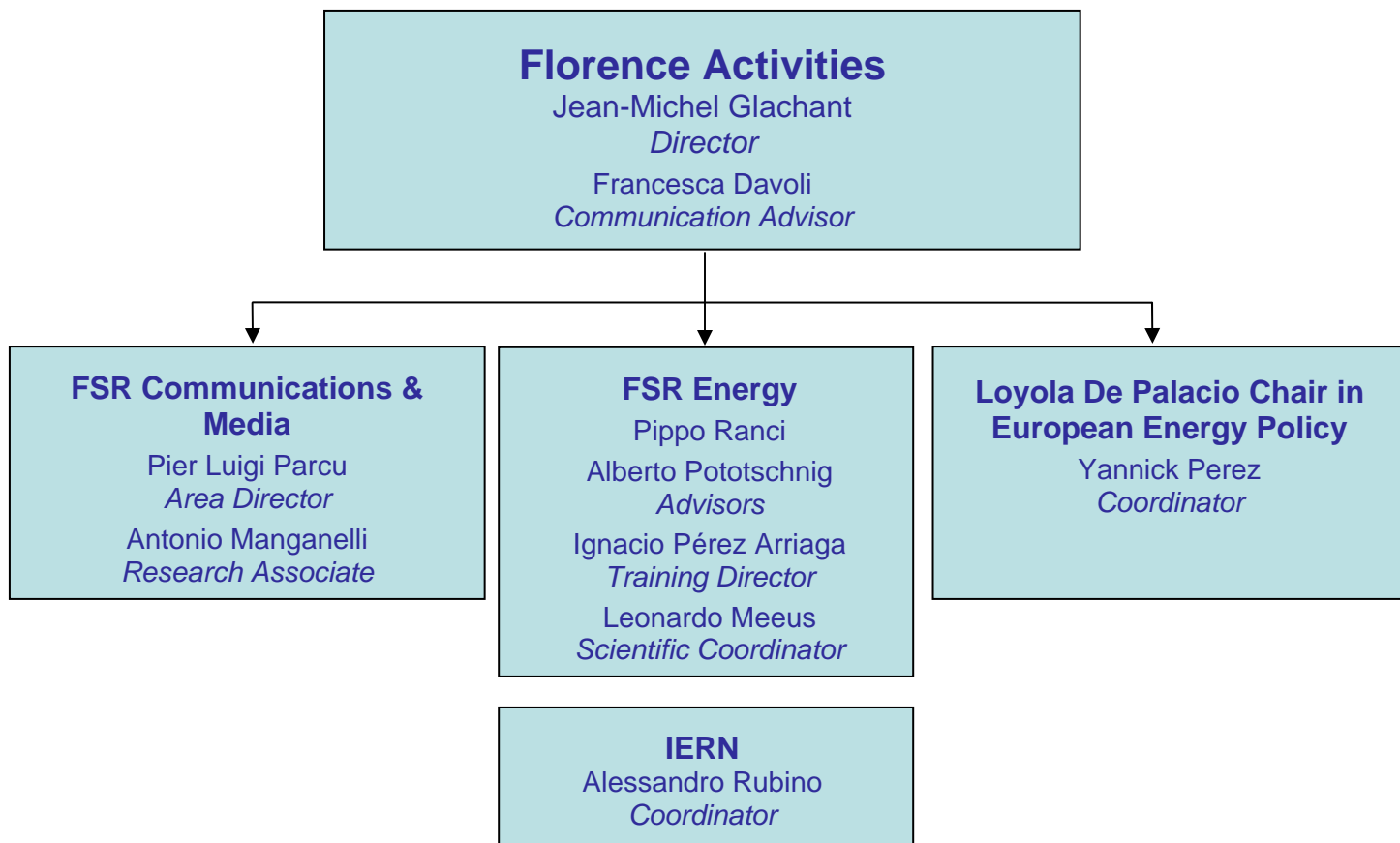
## Publications by FSR and Loyola team members

Author(s)	Title	Series
Glachant, Jean-Michel; Finon, Dominique,	<i>Wind Power and Market Design</i>	special issue Energy Policy, forthcoming 2009
Glachant, Jean-Michel	<i>Creating Institutional Foundations which make Retail Markets work: The Case of the Electrical Industry in Network Industry Competitive Arrangements, ed. by. J. Groenewegen &amp; R. Kunneke, Kluwer</i>	Edward Elgar 2009
Hallack, Michelle, Glachant, Jean-Michel	<i>Take-or-pay contract robustness: A three step story told by the Brazil-Bolivia gas case?</i>	Energy Policy, 2009, vol. 37, issue 2, pages 651-657
Vincent, Rious,; Perez, Yannick; Dessante, Philippe	<i>Is combination of nodal pricing and average participation tariff the best solution to coordinate the location of power plants with lumpy transmission investments?,</i>	Energy Economics, forthcoming 2009
Glachant, Jean-Michel ; Lévêque, François	<i>European Union Electricity Internal Market: towards an Achievement?</i>	Edward Elgar, 2009
Green, Richard; Lorenzoni, Arturo; Perez Yannick; Pollitt, Michael	<i>Benchmarking Electricity Liberalisation in Europe in European Union Electricity Internal Market: towards an Achievement?</i>	Edward Elgar, 2009
Rious, Vincent ; Glachant, Jean-Michel ; Perez, Yannick; Dessante Phillipe	<i>L'insuffisance des signaux de localisation pour la coordination entre la production et le transport d'électricité dans les systèmes électriques</i>	Revue économique – vol. 60, N° 3, mai 2009

	<i>liberalisés</i>	
Glachant, Jean-Michel ; Perez, Yannick	<i>The Achievement of Electricity Competitive Reforms: a Governance Structure Problem? Chapter 9 In Ménard C. and Ghertman M. Regulation, Deregulation, Reregulation, Institutional Perspectives</i>	Edward Elgar, 2009
Perez, Yannick; Ramos Real, Francisco	<i>The public promotion of renewable energies sources in the electricity industry from the Transaction Costs perspective. The Spanish case.</i>	Renewable and Sustainable Energy Reviews 2009
Dubois, Ute	<i>Experience with introducing market reforms, while fading out regulated prices for the end-consumers</i>	Medreg Study Report - forthcoming
Ahner, Nicole; Meeus Leonardo	<i>Experience with regional cooperation to create regional markets</i>	Medreg Study Report - forthcoming
Battle, Carlos; Rodilla, Pablo; Julián, Barquín	<i>Policy and regulatory issues concerning security of electricity and gas supply</i>	Medreg Study Report - forthcoming

# Florence Activities Organizational Chart

Each area of activity has its own budget, sponsorship and organization



Our People:

**Jean-Michel Glachant** (Director FSR and FSR Energy, Director Loyola de Palacio Chair in European Energy Policy; professor PhD in economics)

**Pippo Ranci** (FSR principal advisor; professor PhD in economics)

**Pier-Luigi Parcu** (Director FSR Communications & Media; PhD in economics)

**Ignacio Pérez Arriaga** (Training Director FSR Energy; professor PhD in engineering; fellow at the MIT)

**Francesca Davoli** (FSR communication advisor; MSc in Regulation)

**Alberto Pototschnig** (advisor FSR Energy; MSc in Econometrics)

**Leonardo Meeus** (scientific coordinator FSR Energy; PhD in engineering)

**Yannick Perez** (scientific coordinator LdPC; PhD in economics)

**Antonio Manganelli** (research associate FSR C&M, PhD candidate in economics)

**Nicole Ahner** (research associate FSR Energy and LdPC researcher in EU energy law; PhD in law)

**Alessandro Rubino** (coordinator IERN; PhD candidate in economics)

**Adrien de Hautecloque** (Jean Monnet Fellow, PhD in law)

**Eva Niesten** (Jean Monnet Fellow, PhD in Economics)

**Laura Burgassi** (FSR Project Assistant, Degree in Modern languages)