# Strengthening Energy Policy through Civil Society – a personal perspective

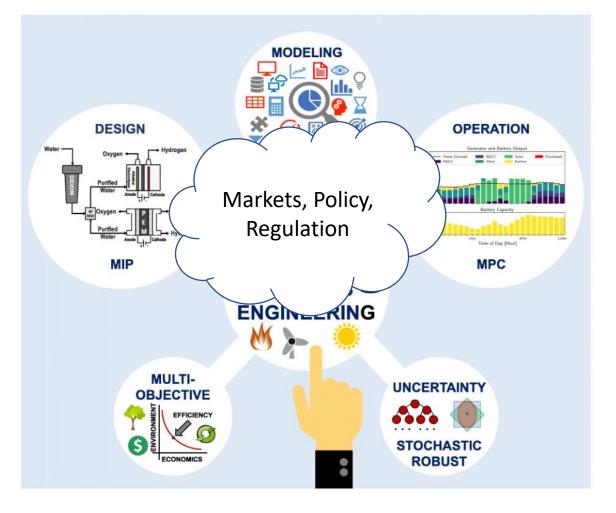
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### Content

- Why policy & technical expert collaborations matter and what is the role of Civil Society Organisations?
- Example 1: Barriers to storage innovation and roll-out in the UK
- Example 2: Setting benchmarks for "good" regulation in the EU
- Opportunities across NGO and non-for-profit networks

### Introduction

- Energy sector highly regulated
- Non-governmental and non-forprofit organisations play important roles:
  - Identifying market and policy barriers
  - Creating coalitions
  - Offering "policy services" Setting benchmarks/scrutinising proposals
  - Advocacy, awareness-raising, create space for reform
- Policy and technical perspectives intertwined - stronger together



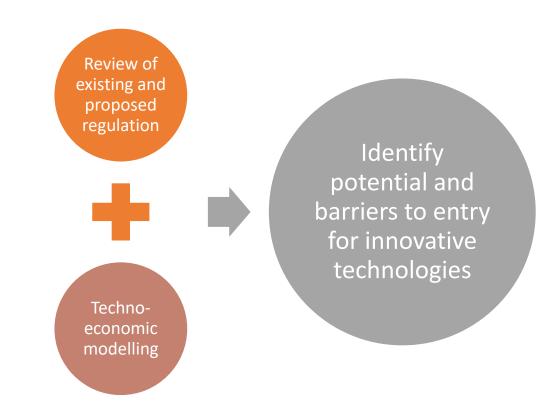
Example 1: Barriers to storage innovation and roll-out in the UK

- Storage key for future power systems
- Beyond grid batteries second life EV batteries, non-battery electrical storage, thermal energy storage for heat...
- However, new technologies = barriers to entry



# First, identify barriers; then, propose solutions

- Market signals, grid connection, ESO/DSO services
- Incentivise the use of time-of-use tariffs and dynamic electricity pricing for TES in DHN;
- Establish clear guidance and minimum requirements for the design and planning
- Define "second use" in legal framework for EV batteries to support innovative applications



# Example 2: Setting benchmarks for "good" regulation in the EU, taking account of technical expertise



#### Five benchmarks

- 1. Strengthening competition between energy alternatives
- 2. Enabling a socially just transition away from gas
- 3. Focusing renewable hydrogen on hard-to-electrify end-uses
- 4. Giving a central role to an independent governance body supporting the transition
- 5. Clearly communicating the EU's pathway globally and supporting the transition of impacted partners

Source: E3G (2021) Phasing down gas use in Europe: here

# Current policy package – Fit for 55

- Power system regulation not at core, but multiple proposals can impact.
- Transport, Buildings, Energy products
- Taxation, Carbon pricing, Standards, Targets



# Impacts of Fit-for-55 package on power systems

#### Indirect

- Overall energy consumption EED
- Smart infrastructure in buildings – EED
- EV chargers AFI
- Impact on consumers Social Fund

#### Direct

- Renewable Generation RED
- Power sector prices ETS
- Electricity prices ETD

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Ensuring technical expertise is heard and topics are well integrated is key

### Some "wins" with CSO community support

Enforceable<br/>targetspolicy<br/>proper<br/>e.g. FCOP 21e.g. EU55COP 21Climate<br/>Lawregula<br/>packaParis<br/>agreementLawpacka

Detailed policy proposals e.g. Fit-for-55 regulatory package

## Opportunities across the NGO and non-forprofit networks

- Be independent, focus on better regulation, provide expert, factual, effective advice
- Utilise technical expertise to inform policy development
- Bring practical insight, innovation and R&D angles to discussion
- Support coalitions and progressive industry associations





More information: Climate Action Network <u>here</u> Energy Cities <u>here</u> COP26 <u>here</u>

## Thank you for your attention!

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