## Regulatory harmonization needs for the EU accession

- Regulatory harmonisation with the EU acquis by improving market models and reforming relevant sectors will help Ukraine integrate to the EU single energy market. For example:
  - Carrying out gap analysis of national legislation with a roadmap of actions to achieve full harmonisation (incl. EU best practice recommendations). For example, supporting the implementation of the regulation on risk-preparedness in the electricity sector (2019/941).
  - Ensuring alignment with EU regulation regarding the 3<sup>rd</sup> and the 4<sup>th</sup> Energy Package.
- Support the revision of the Energy Strategy of Ukraine:
  - Create liberalised, competitive energy markets and minimise state inference in their performance.
  - Structural and methodological improvements needed to improve clarity & reliability.
  - Support the improvement of problematic KPIs and resolve clarity issues with regards to budget and funding mechanisms.
- Cross-border energy trading
  - Review of the energy market rules to incentivise electricity imports, including a fair, transparent & predictable pricing methodology for the organised electricity market segments (i.e. DAM, IDM, BM). The energy market rules should also not impose the obligatory selling of electricity at a price lower than the imported price. This methodology should comply with technical bidding limits applied in the EU (Regulation 2019/943).
  - Review of the tax framework regarding excise tax and import duty on electricity in Ukraine, in order to ensure compliance with the EU and the Energy Community requirements.
  - Review of the Available Capacity Calculation Methodology to ensure full compliance with the Electricity Integration Package, including the commonly coordinated capacity calculation (Regulation (EU) 2015/1222 and EnC CACM), and the guideline on forward capacity allocation (Regulation (EU) 2016/1719).
  - Support the introduction of long-term capacity allocation.
  - Review of the congestion income sharing in Ukraine to ensure full compliance with the EU and the Energy Community requirements.
- Support with the design and implementation of auction support schemes for RES and Storage systems.
- Support the Monitoring and Revision of National Energy and Climate Plan (NECP) for the period 2025-2028.