# Contents

List of figures vii  
List of tables ix  
List of contributors xi  
Acknowledgements xiii  
List of abbreviations xiv  

Introduction 1  
*Dominique Finon, Jean-Michel Glachant and Adrien de Hauteclerque*

**PART I  LONG-TERM CONTRACTS, INVESTMENT AND LONG-TERM EFFICIENCY**

1 Energy security and long-term arrangements 13  
   *Jacqueline Boucher and Yves Smeers*

2 Long-term contracts and technology choices in electricity markets 38  
   *Fabien A. Roques*

3 Investment and competition in decentralized electricity markets: how to overcome market failure by market imperfections? 58  
   *Dominique Finon*

4 Comparison of long-term contracts and vertical integration in decentralized electricity markets 94  
   *Richard Meade and Seini O'Connor*

5 Vertical relations and energy networks: selected issues 134  
   *Gert Brunekreeft*

**PART II  LONG-TERM CONTRACTS AND IMPERFECT COMPETITION**

6 Imperfect competition and long-term contracts in electricity markets: some lessons from theoretical models 159  
   *Guy Meunier*
Contents

7 Long-term contracts in electricity markets: long-term contracting and risk management from the point of view of a large consumer 177
   Petter Longva
8 Competition and long-term contracts in the Dutch electricity market 183
   Machiel Mulder

PART III COMPETITION POLICY AND LONG-TERM CONTRACTS

9 Long-term contracts and competition policy in European energy markets 201
   Adrien de Hauteclouque and Jean-Michel Glachant
10 Long-term contracts and state aid: a new application of the EU state aid regime or a special case? 233
   Leigh Hancher
11 The essential facilities doctrine in European competition policy: the case of the energy sector 259
   Adrien de Hauteclouque, Frédéric Marty and Julien Pillot

PART IV CONCLUSION

12 Efficiency, competition and long-term contracts in electricity markets: summary and conclusions of the workshop organized by the GIS LARSEN and the Loyola de Palacio Program of the European University Institute, Florence, 15–16 January 2009 295
   Adrien de Hauteclouque

Index 301