



Experiences and challenges in the Hungarian rail market

7th Florence Rail Forum

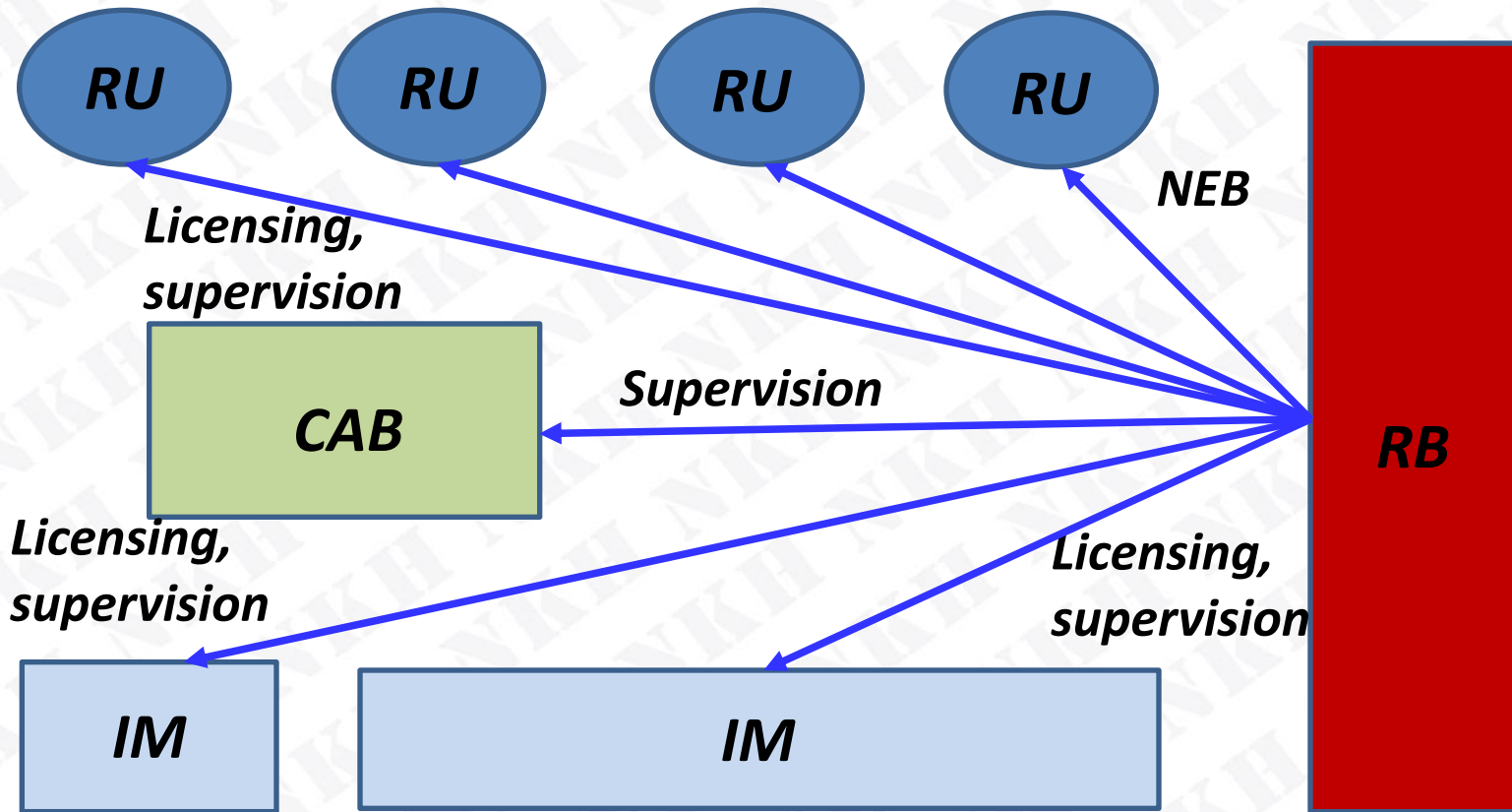
Current Challenges of Rail Regulation in Europe: The European Regulators' View

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Benefits of licensing of IMs

Framework and experiences

- Procedures are determined and constrained to a great extent by administrative law
- Limited space for consultations
- Implementation of the railway packages meant a new legislative framework
- New procedures and institutions had to be set up
- Market players (and the ministry) needed time to adapt to the new legal and institutional framework

Enforcement rather than cooperation with the market players focusing on the compliance with the legislation

- The Recast and the fourth railway package require different approach:
 - principal purpose/economic equilibrium test (the COM's implementing act is awaited)
 - checking of the award of PSO contracts
- The evolution of the market makes more flexibility possible
- More cooperation, also in more formalized ways with the aim of helping the development of the market

- Regulatory practice is influenced not only by the legislative framework but also by how developed the market is
- Regulatory body should play a more proactive role
- Mutual trust should prevail between the regulator and the regulated entities

Thank you for your attention