Open internet access

2013/0309(COD) - 25/11/2015 - Final act

PURPOSE: to establish common rules necessary for safeguarding open internet access and abolishing retail roaming surcharges.

LEGISLATIVE ACT: Regulation (EU) 2015/2120 of the European Parliament and of the Council laying down measures concerning open internet access and amending Directive 2002/22/EC on universal service and users rights relating to electronic communications networks and services and Regulation (EU) No 531/2012 on roaming on public mobile communications networks within the Union.

CONTENT: the Regulation:

- establishes common rules to safeguard equal and non-discriminatory treatment of traffic in the provision of internet access services and related end-users rights;
- sets up a new retail pricing mechanism for Union-wide regulated roaming services in order to abolish retail roaming surcharges without distorting domestic and visited markets.

Abolition of retail roaming surcharges (amendments to <u>Regulation (EU) No 531/2012</u>): this Regulation sets out that retail roaming surcharges in the EU will be abolished as of 15 June 2017. However, the compromise defines two situations when the application of surcharges is still authorised, subject to specific criteria:

- First of all, roaming providers will be able to apply a 'fair use policy' to prevent abusive or anomalous usage of regulated retail roaming services. Once the fair use policy has been exceeded, a surcharge may be applied. The surcharge cannot be higher than the maximum wholesale charges. The detailed rules on the application of the fair use policy will be defined by the Commission in an implementing act by 15 December 2016.
- Secondly, with a view to ensuring the sustainability of the domestic charging model, in specific and exceptional circumstances, where
 roaming providers will not be able to recover overall costs of providing regulated roaming services from overall revenues of providing
 such services, they, subject to the authorisation by the national regulatory authority, may apply a surcharge, but only to the extent
 necessary to recover those costs.

The abolition of the roaming surcharges of 15 June 2017 is subjected to the adoption by that date of a legislative proposal amending the maximum wholesale charges currently regulated under Regulation 531/2012 or providing for another solution to address issues identified at wholesale level. By 29 November 2015, the Commission shall initiate a review of the wholesale roaming market with a view to assessing measures necessary to enable abolition of retail roaming surcharges by 15 June 2017 and shall propose new legislation by 15 June 2016.

Additional cost of the transitional period: in order to ensure a smooth transition to the abolition of roaming surcharges, the Regulation provides for a transitional period, which will start as of 30 April 2016. From this date:

- roaming surcharges will be significantly reduced. The maximum surcharge will then be limited to the current maximum wholesale charges laid down in Regulation 531/2012;
- the sum of the domestic retail price and any surcharge applied for regulated roaming calls made, regulated roaming SMS messages sent or regulated data roaming services shall not exceed EUR 0,19 per minute, EUR 0,06 per SMS message and EUR 0,20 per megabyte used, respectively.

For calls received, the maximum surcharge will be the weighted average of maximum mobile termination rates across the EU, to be set out by the Commission by means of an implementing act by the end of 2015.

Network Neutrality: under the new EU-wide rules to safeguard equal and non-discriminatory treatment of traffic in the provision of internet access services, providers will be required to treat all traffic equally when providing internet access services, without discrimination, restriction or interference, and irrespective of the sender and receiver, the content accessed or distributed, the applications or services used.

They may use reasonable traffic management measures, but such measures must be transparent, non-discriminatory, proportionate and not be based on commercial considerations.

Traffic management measures must not monitor specific content and must not be maintained longer than necessary. Measures going beyond such reasonable traffic management (for example, blocking or throttling) will be prohibited, except for a limited number of cases defined in the Regulation.

Agreements on services requiring a specific level of quality will be allowed, provided that those services are not usable or offered as a replacement for internet access service and they are not to the detriment of the availability or general quality of internet access services for end users.

End-users' rights: in relation to network neutrality, providers of internet access services should:

- inform end-users in a clear manner about how traffic management practices and any services other than internet access services may impact on the quality of the internet access service;
- inform end- users of the speed normally available and the remedies in case of non-compliance.

In the area of roaming, the Regulation lays down transparency requirements on the specific tariff and volume conditions that will apply once roaming surcharges are abolished. In particular, provision should be made for roaming customers to be notified, in a timely manner and free of charge, of the applicable fair use policy, when the applicable fair use volume of regulated voice, SMS or data roaming services is fully consumed, of any surcharge, and of accumulated consumption of regulated data roaming services.

ENTRY INTO FORCE: 29.11.2015. It shall apply from 30 April 2016 with the exception of certain provisions.