

# Update on European Developments

Workshop 3  
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# European Update

- ▶ EC Market Coupling Governance Guideline
- ▶ CACM Draft Network Code
- ▶ ACER/ENTSO-E project on Forward Target Model
- ▶ Electricity Balancing Framework Guideline
- ▶ FUI and NWE Update

## Market Coupling Governance Guideline

- ▶ EC published consultation on a governance framework for market coupling November 2011
  
- ▶ Aim of creating adequate and harmonised governance structures for power exchanges and relationship with TSOs
  
- ▶ Four options for Legally Binding Governance Framework
  - 1. No action
  - 2. Local diversity allowed
  - 3. High levels of harmonisation
  - 4. New centralised regulated entity to perform market coupling

## Market Coupling Governance Guideline

- ▶ Other provisions:
  - Members States designation of PX
  - Regional extension
  - Costs and financing
  
- ▶ May be extended to Intra Day or separate Intra Day guideline
  
- ▶ Comments by 29 February 2012. ACER are submitting a joint response to the Commission

# CACM Network Code

- ▶ Currently being drafted by ENTSO-E for consultation
- ▶ ACER are monitoring progress
- ▶ ENTSO-E will submit NC CACM to ACER for its approval
- ▶ NC CACM will include transitional arrangements for island systems with central dispatch
- ▶ Due to enter into force from end 2013
- ▶ Separate NC for Forward Market

# Forward Target Model

- ▶ ENSTO- E to begin drafting Forward NC in Q4 2012
- ▶ ACER Task Force established to coordinate progress
- ▶ Key Issues:
  - Harmonisation of auction rules
  - Harmonisation of allocation platform
  - Physical or Financial Transmission Rights
- ▶ 2 ACER consultations planned in 2012:
  - 1. Proposal for harmonised set of auction rules based on CWE
  - 2. Possible implementation of FTRs

## Electricity Balancing FG

- ▶ FGs being developed by ACER
- ▶ RAs are represented on drafting team
- ▶ Will form part of Target Model
- ▶ Approval February 2012
- ▶ Public consultation: March/April 2012

# FUI and NWE Update

- ▶ FUI Ministries and RAs meetings take place in February
- ▶ FUI SG planned for April in Belfast to focus on SEM Market Integration Paper
- ▶ FUI to consider long term target model
- ▶ NWE Day Ahead and Intra Day projects ongoing: intra day interim 2012, enduring 2014
- ▶ EIP, NSOGI – regional role in identifying PCIs



# The End

Thank you