

Strategic Reserve – Febeliec position

Elia Task Force Strategic Reserves
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**Febeliec represents
the industrial consumers
of electricity and natural gas
in Belgium**

- All proposed products should be open for all grid users
- Cost efficiency of the SoS risk coverage system is key
 - Study to identify the different aspects of the SoS problem faced
 - No “overdesign” of proposed product(s)
 - Power plant does not have 100% availability neither
 - Power plant does not have activation limits in terms of #h but is this required ?
 - Number of activations required should be specified also for SGR based on analysis
 - Minimize cost for grid users
 - e.g. start with correct AR action (correct nominations + stick to nomination !)
- No exclusion of grid users
 - ICH suppliers should be allowed to participate for additional MWs

Strategic reserves (2)

- For power plants in strategic reserve, no capital depreciation should be taken into account for calculation of compensation (plants are proposed for mothballing)
- Power plants proposed for temporarily closure
 - Should not be allowed to return to the market afterwards (investment climate !)
 - Or at least pay back all benefits received

➤ Full transparency

- Yearly evaluation by Elia
 - e.g what if DSR only would have coped with the situation ?
- Publication of all relevant data for each product
 - template contracts
 - Bid curves

➤ Impact on tariffs..

- Minimize total cost
- How to pass through ?

Strategic reserves (4)

- 4-4 or 12-12 product ?
 - Both in order to provide necessary flexibility
 - If only 1 SLA is possible for this year a compromise could be to have a 4-4 product but a longer interruption up to 12h to allowed and compensated for.
- Nr of activations?
 - To be defined based on analysis of the SoS problem
- Variable activation price:
 - besides a fixed price also variable price should be possible
- Availability:
 - Should foresee for incidents / forced outages

More info ?

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