

European Harmonised Auction Rules – explicit long term auctions – an early implementation project of NC FCA

EMD WG

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Roadmap – high level view

Dec 2014: EU HAR draft shared with ACER/NRAs and stakeholders for feedback – update and internal approval

March 2015: Public consultation and stakeholder workshop (18th March 2015)

Spring 2015: Update and finalisation of the EU HAR

Summer 2015: Internal ENTSO-E/TSOs approval and submission to NRAs EU HAR + separate version of SHADOW ALLOCATION RULES (back-up for PCR – DA implicit allocation)

Q4 2015: Entry into force of EU HAR (if approved) for 2016 auctions : Belgian Borders = FTR options

content

Accession conditions

Capacity Products and Allocation Process

Allocation Algorithm

Transfer, Return and UIOSI

Credit Cover and settlement

Curtailment reasons and compensation

Capacity Usage

Miscellaneous – legal boiler plate clauses

Adaptations in main EU HAR after public consultation to be approved by MC ENTSO-E

- Reduction of the required credit rating level of the bank issuing the bank guarantee as collateral (BBB+ by Standard and Poor's Corporation, BBB+ by Fitch or Baa1 by Moody's Investors Service Inc.)
 - Compensation of curtailment in case of Emergency Situation based on Day Ahead Market Spread
 - Specific remuneration of LTR holders in case day-ahead allocation is cancelled and replaced by generic rule (market spread if available)
 - Some minor changes :
 - Approval process by NRAs for amendments and stakeholders involvement in review (biennial & link towards latest legislation)
 - Contestation period prolonged (two working days instead of one for Registered Participants)
 - Arbitration enables to work with one arbiter if all parties agree
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- Process for update of DAFD according to CACM.

Adaptations in Regional Specific annexes



- **Annex 1:** List of Bidding Zone borders and/or their subsets to which the Allocation Rules apply including information on type of allocated Long Term Transmission Rights
- **Annex 2: Regional specific annex for the CWE region**
- **Annex 3:** Border specific annex for the border France-Switzerland
- **Annex 4:** Border specific annex for the border Austria-Switzerland
- **Annex 5:** Border specific annex for the border Germany-Switzerland
- **Annex 6:** Border specific annex for the border France-Spain
- **Annex 7:** Regional specific annex for the border Germany-Denmark and for the interconnector between Denmark West and Denmark East (Great Belt)
- **Annex 8: Border specific annex for the borders Belgium-Netherlands and Germany-Netherlands**
- **Annex 9:** Border specific annex for the border Greece-Italy
- **Annex 10:** Regional specific annex for the Northern Italian borders
- **Annex 11:** Border specific annex for the borders of Italy relevant day-ahead spot market price to calculate Market Spread
- **Annex 12:** Regional specific annex for the borders Great Britain-Ireland and Great Britain-Norther Ireland (SEM-GB)
- **Article 13:** Border specific annex for the border Netherlands-Great Britain (BritNed Interconnector)
- **Article 14:** Border specific annex for the border France-Great Britain (IFA Interconnector)
- **Article 15:** Border specific annex for the border Hungary –Romania
- **Article 16:** Border specific annex for the border Estonia- Latvia
- **Article 17:** Regional specific annex for CEE Region
- **Article 18:** Border specific annex for the borders Croatia-Hungary and Croatia-Slovenia
- **Article 19:** Border specific annex for the border Portugal-Spain