

IMPLEMENTATION STRATEGIC RESERVES

Elia Task Force on 22.10.2014





MEMBERS





FIRST FEEDBACK

Tendering process

- Tendering process in rather difficult circumstances (new product, new process, tight timeline, ...)
- FEBEG congratulates Elia for the smooth tendering process

Functioning SR

- No experience yet
- Soon some experience with testing
- Activation this winter?



NEED FOR MORE TRANSPARENCY ...

'Out of market' verification

- A demand side unit is 'out of market' when it consumes at any spot price
- Ex post-verification? Penalties? Exceptions (maintenance, ...)?

Prices

- Transparency on prices 2014-2015 and on CREG methodology to assess offers
- If needed, modify product design to find balance between SGR and SDR

Selection of contracts

- Transparency on rules for partial activation of SR, especially SDR

... to ensure cost-efficiency and level playing field between SGR and SDR



MANAGEABLE PRODUCT DESIGN

Product design SDR 2015-2016 should be **SIMPLE, transparent and non-discriminatory**

Product design

- SDR 2015-2016: As large scale ICH is not possible on DSO-level at short notice, R3DP solution!
- Further evolution:
 - Short term: 'Bilateral model'
 - Long term: 'Model via client'

Information to BRP

- For balancing, forecasting and monitoring
- Need for quasi-real time information about exact activated volume SDR



QUICK WINS

Sub-metering

- Improves accuracy of determination of activated volumes but impact via headmeter must prevail
- Should remain a non-regulated commercial activity (behind head meter)

Pre-qualification

- Issue related to relation GU and DGO (access conditions in connection contract)
- Need for clear and transparent rules



Further improvements of the strategic reserves may not lead to unilateral modification of existing contracts