



# **France-UK-Ireland REM – Report on progress**

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**XIII Florence Forum**

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## Groups and processes established



	<b>Meetings</b>	<b>Actions</b>
<b>RCC</b>	<b>1<sup>st</sup> – 3 May</b> <b>2<sup>nd</sup> – 12 June</b> <b>3<sup>rd</sup> – 29 June</b> <b>4<sup>th</sup> – 23 August</b>	<b>- Agreed geographic scope</b> <b>- Initiated process / established contacts</b> <b>- Set out first thoughts on priorities</b> <b>- Initiate process for written consultation</b>
<b>IG</b>	<b>1<sup>st</sup> – 15 May</b> <b>2<sup>nd</sup> – 6 July</b> <b>3<sup>rd</sup> – 30 August</b>	<b>- Agreed shared aims and objectives</b> <b>- Broad priorities understood and agreed</b> <b>- Undertaking first actions</b>
<b>SG</b>	<b>1<sup>st</sup> – 30 May</b> <b>2<sup>nd</sup> – 14 November</b>	<b>- Shared understanding of aims</b> <b>- Wide discussion</b> <b>- Consulted on priority issues</b>

## Consultation and Stakeholder Group

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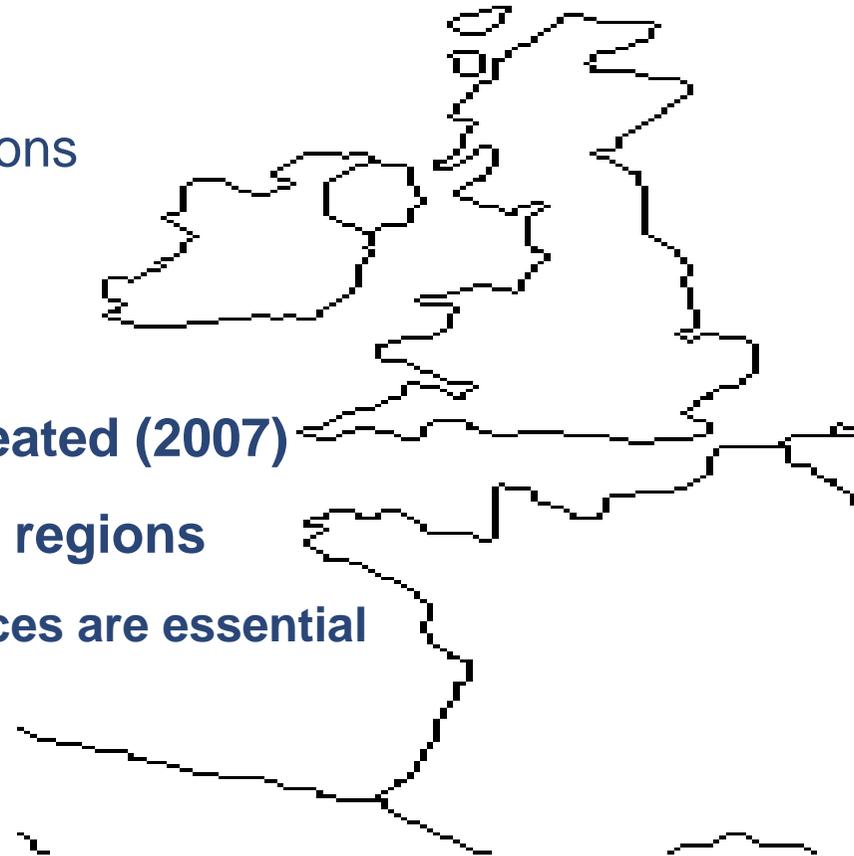


- **Established contacts with main stakeholders, including government, and market participants**
- **Bilateral discussions between individual regulators and interested parties**
- **Strong supporting involvement from TSOs**
- **Stakeholder Group meeting – wide participation and discussion**
- **Transparency facilitated through EREG website**

## Regional Characteristics

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- **GB at centre of region**
  - 2GW / 0.5GW interconnections
- **All Ireland market being created (2007)**
- **France involved in multiple regions**
- **So harmonised border interfaces are essential**



- **First focus is on ‘interfaces’ between the national markets**
- **Hence first priorities :**
  - **Congestion Management – implementation of CM Guidelines**
  - **Co-ordination of auctions on interconnectors**
  - **Balancing markets – reciprocal access**
  - **Wholesale market transparency**
- **Longer term might include :**
  - **Further investment in interconnectors**
  - **Imbalance pricing**
  - **Regulatory framework**
  - **Transmission pricing**

- **Four priority topics being pursued :**
  - TSOs asked to investigate, write documents with proposals by late summer 2006
  - Public consultation to follow, including at 2<sup>nd</sup> SG meeting
  - Implementation of preferred proposals to be mapped out thereafter
- **Regulators collaborating on imbalance pricing and transmission tariffs**
- **Medium term – consideration of further infrastructure investment, regulatory framework, imbalance pricing**

## Remarks

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- **Keep issues and potential solutions manageable**
- **Transparency and openness key**
- **Participation of all stakeholders essential**
- **TSO support invaluable**

**Thank You**

David Haldearn – Director, European Affairs