>epexspot

# Flexibility markets and TSO-DSO Cooperation

Session 1: What are the products in your market?

Brussels, 13 February 2020

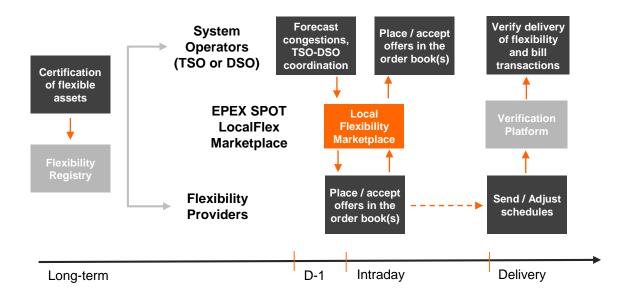
#### **Session 1: Products**

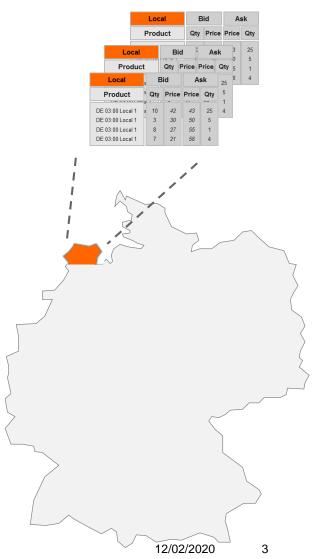
- 1) How do you define the flexibility you procure? (e.g. do you define a set of product requirements, or a set of key parameters, or asset-specific products)?
- •2) Are the defined services/products/parameters used in your project adapted to the specific characteristics of your network or can they be universally used?
- •3) Do you use a contract for consumers/assets/appliances to participate in the flexibility market? (Is it a standardised contract? Do you pay for the capacity and/or the actual use of the flexibility? Do you allow free bids (without availability contract)?)
- •4) Is grid and/or product prequalification organised? If so, how? (Do you require a type of certification of a consumer appliance or asset before participation in the flexibility market is possible? If yes, what and why?)
- •5) Do you combine several products/services in one common flexibility market (joint procurement)? If so, which services/products can be combined

# The enera flexibility market process enables an efficient and proactive flexibility usage for CM

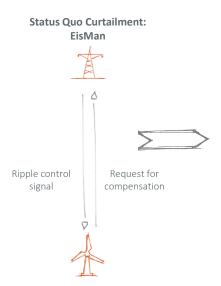
Implementation of market process to:

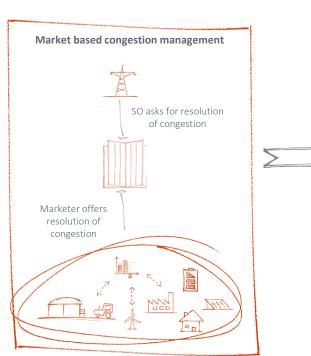
- Efficiently centralize localized physical flexibility potentials where and when needed
- Facilitate grid-oriented TSO-DSO coordination and optimization of flexibility activations
- Foster the development of new decentralized flexibility sources through digital and transparent processes





# In the target model all plants communicate via a standardized product





#### **CONTRACT SPECIFICATIONS**

Attribute	Description			
Market Area	23 local market areas defined by the system operators			
Trading procedure	Continuous trading			
Trading period	24/7			
Tradable products	1-hour and 15-min RES & Non-RES contracts			
Gate opening	T-1 at 15:00			
Gate closing	5 minutes before delivery start			
Minimum price increment	0.1 €/MWh			
Minimum price	RES products:	- 9999.9 €/MWh		
	Non_RES products:	- 50.0 €/MWh		
Maximum price	RES products: €/MWh	+ 9999.9		
	Non_RES products: €/MWh	+ 9999.9		
Minimum volume increment	0.1 MW			

### A diversity of flexibility providers and resources

- Admitted
- 6 CFPs:
- Alpiq
- Baywa re
- EWE Trading
- Quadra Energy
- Statkraft
- Volkswagen
- 2 DSOs:
- Avacon
- EWE Netz
- 1 TSO:
- Tennet

- Different technologies of assets certified as part of the project:
  - Wind parks
  - Biomass plants
  - Batteries
  - Power-to-gas
  - > Flexible industrial loads

	Biomass	PV	Other	Storage	Wind	Flexible load	Total
Capacity (MW)	51	3	6	12	222	20	314
# of plants	107	2	1	1	117	1	229

# Products for the SO Procurement of flexibility for Congestion Management

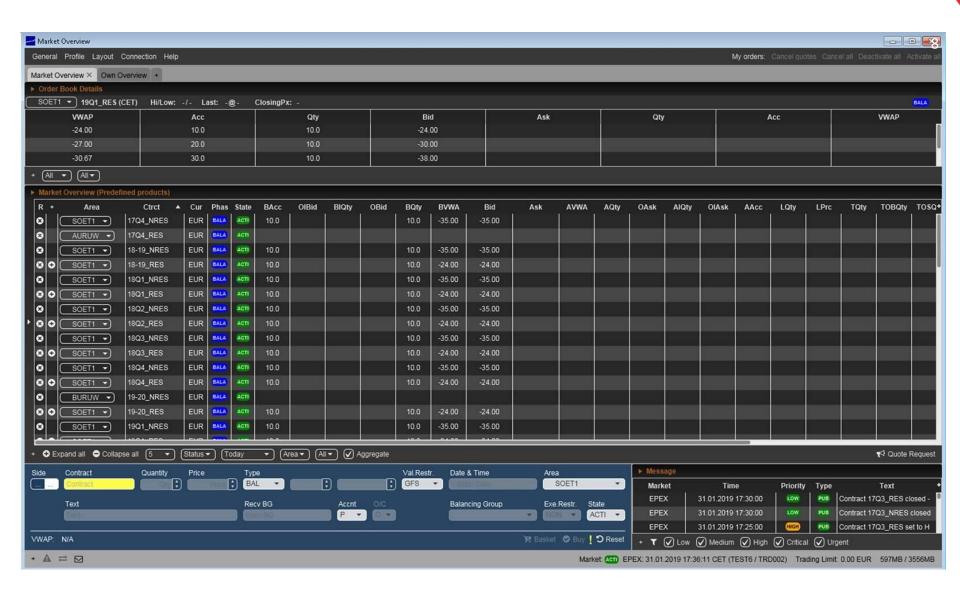
- Flexibility: deviation from a submitted baseline (injection/withdrawal).
- Flexibility procured by SOs for predetermined "standard" products (15mn/60mn energy injection/withdrawal of green/conventional energy in area/portion of the 20kV grid)
- Certification process for MPs (producer/consumer/aggregator) with the contracting SOs (and verification platform)
- Re-balancing BRP of market participants is not implicit (portfolio or IDM)
- Aggregators play key role for RES/decentralized assets/DSM: battery, P2G, paper mill and aggregation of residential consumers;
- In enera 1.0 grid (available capacities) not modelled explicitly into the market model.
  Load flow calculations / congestion cases defined by each TSO/DSO. Multilateral
  coordination between SOs. Only congestion management, but joint procurement
  possible.
- Standardised contract with "connecting" and "contracting" system operator(s) and with the exchange (no clearing-house involved in this demonstration case: no penalties)
- In enera, SOs pay for the actual use of the flexibility (activation), not the capacity/availability (reservation): no real incentives
- Free bids are the only option in a post-NABEG world: cost-based congestion management extended to all resources >100kW



### Thank you!

part of eex group

### The enera LocalFlex Market Platform



### Enera 1.0 which contracts and products?

Attribute	Description					
Trading procedure	Continuous trading					
Trading period	24/7					
Tradable products	Product Name	Delivery Period	Comment			
	RES_Hour_Power	One hour	Flexibility from Renewable Energy Source			
	RES_Quarter_ Hour_Power	15 minutes	Flexibility from Renewable Energy Source			
	Non_RES_Hour_Power	One Hour	Flexibility not from a Renewable Energy Source			
	Non_RES_Quarter_ Hour_Power	15 minutes	Flexibility not from a Renewable Energy Source			
Gate opening	Trading will open on the day before delivery at 15:00					
Gate closing	5 minutes before delivery start					
Minimum price increment	0.1 €/MWh					
Minimum price	RES products: - 9999.9 €/MWh Non_RES products: -50 €/MWh					
Maximum price	RES products: + 9999.9 €/MWh Non_RES products: + 9999.9 €/MWh					
Minimum volume increment	0.1 MW					
Trading phase	During trading the market will be in Balancing Trading phase. During this phase regular orders can only match with balancing orders.					
Available order types	Limit orders & iceberg orders Balancing orders.					
Available execution conditions	None, IOC (Immediate-or-cancel), FOK (Fill-or-kill)					
Available validity restrictions	Good for session, Good till date					