## Enhancing TSO-DSO cooperation in active system management

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## TSO/DSO cooperation: work in progress

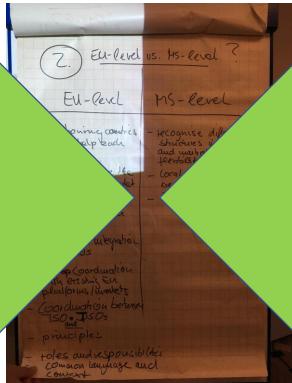
- Allow and incentivise DSOs to use flexibility and choose the optimal solution
- Market-based allocation of flexibilities is preferable, although other methods might be chosen in special situations:
  - Intermediate model vs long-term vision
  - Allow DSOs to own and operate flexibility devices like storage within the approved regulatory activities
- Develop flexibility products together with stakeholders
- Prevent gaming and abuse of market power by market participants
- Co-ordination procedures for data management and control of flexibilities must respect the One System Approach that is based on the responsibility of each System Operator
- Market organisation to be guided by the preferences of the market participants

## Harmonisation of high-level principles only

- Sound regulatory principles deliver value by enabling the quick establishment of flexibility markets. Overregulation may limit it!
- Sound regulatory principles include high level rights and responsibilities while respecting local conditions

Congestion management is national/local

Implementation of the processes should be left to Member States



Minimum common ground with cross-border balancing and wholesale markets

Harmonisation requirements might increase over time