



# SESSION III GOVERNANCE

Florence Forum  
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entsoe

Reliable Sustainable Connected

# Governance is there to ensure that we realise ambitions and perform

- A resilient Energy Union
- Competitive prices of power to consumers
- A sustainable/renewable and secure European power supply
- The Internal Energy Market

# Learning from 6 years of developing network codes

Keep enhancing co-creation with stakeholders

Systematic use of stakeholder groups and organisation of feedback workshops

Pro-actively reach out to less involved stakeholders: civil society, consumer organisations, less active countries

Filtering role on amendments for the Stakeholder Committees recognised by ACER

Ensure sufficient resources at EC, ACER and ENTSO-E to deliver best possible NC implementation

Include Energy Community from start in implementation projects

# ENTSO-E's role as set by 3<sup>rd</sup> package has led to efficient TSO cooperation. Minor updates ahead

## 3<sup>rd</sup> Package

- Draft network codes
- Implement 10 network codes, including market integration tools
- Adopt Ten-Year Network Development Plans and adequacy outlooks
- Adopt common network operation tools and research plans

## Additional Legal Mandates

- 2010 Inter-TSO Compensation Mechanism (Regulation 838/2010)
- 2013 Transparency Regulation (Regulation 543/2013)
- 2013 Infrastructure Regulation: CBA for PCIs (347/2013)

New mandates for the Energy Union

# Efficient TSO cooperation and key considerations

## European TSO tasks:

1. Legal tasks from 3<sup>rd</sup> package, mandates from regulation and Energy Union
2. Implement all-TSO tasks

## Key considerations:

- Can't regulate everything ('Better regulation')
- Need a TSO organisation that can both manage legal tasks and efficiently implement
- Need for a TSO organisation that contributes to the IEM and is close to the TSO community

# ENTSO-E governance update for the Energy Union

## 1. Regional cooperation

Stronger role for ENTSO-E on regional TSO cooperation, in operations, markets and planning. ENTSO-E will ensure RSCIs' pan-EU coverage and interoperability. Regulators and policymakers must establish regional governance like the Pentalateral Energy Forum.

## 2. System adequacy

Formal role for ENTSO-E's pan-EU System Adequacy Assessment methodology as a benchmark for European reviews of capacity mechanisms and support schemes.

## 3. Transparency and stakeholder interaction

ENTSO-E will set up a High Level Advisory Board, assessing in a legally non-binding manner how ENTSO-E works and fulfils its mandates.

European Network Code Stakeholder Committees to integrate and develop stakeholder input. ENTSO-E amending network codes/guidelines in cooperation with consumers and the industry.

## 4. TSO-DSO interface. Consumer in the centre

Need for a code or other legislation on distributed flexibility: Co-creation between ENTSO-E and DSOs, as well as relevant stakeholders.

## 5. PX governance

Consistent regulation on competitive and monopoly functions needed. Early assessment of the existing regulation.

# Governance - Way forward

- **ENTSO-E to implement and monitor progress**
- **ENTSO-E to ensure involvement and transparency**
- **Policy makers and regulators to establish regional governance structure, coordinate security of supply, markets and future energy mix**