

DGTREN Explanatory Note: Capacity Allocation Mechanisms

- IFIEC supports this paper
- IFIEC believes full ownership unbundling of transmission and distribution is needed for competition to develop
- Auctioning is not a preferred mechanism for allocation
- If auctioning is used the proceeds must be fully re-invested to alleviate capacity constraints
- Transparency and easy access to information on capacity use by all interested parties is essential
- IFIEC is extremely concerned by the high level of exemption from TPA provisions for recent new infrastructure