



## **Guidelines of Good Practices on Open Season Procedures (GGPOS)**

### **GIE position on ERGEG's draft**

**Madrid Forum – 20<sup>th</sup> & 21<sup>st</sup> of February, 2007**

# Open Season Procedures : a key subject for Regulators and TSOs

- **Need for investment in a new context**
  - **Need for new procedures leading to investment**
- **Procedures have to be :**
  - **Agreed between Regulators and TSO**
  - **„Market focused“**
- **ERGEG's Draft : A good basis to start working and exchanging on the subject**

## What kind of projects ?

- **Status : Exemption Art. 22 Granted / Not exempted**
  - Both cases can be addressed, but different procedures are needed (e.g. regulators involvement)
- **Nature :**
  - Focus on Transmission
- **Context :**
  - A need for capacity expressed by the Market, with an uncertainty on the level, location and timing of capacity needed

# Roles of Parties - Coordination

- **Role of Regulators :**
  - Level of involvement in the procedure = Level of responsibility in the decision process
- **Role of TSO :**
  - TSO = Project Sponsor
  - Intervention of outside investor : extreme measure
- **Cross-border or inter-TSO projects :**
  - Agreement between TSOs
  - Each TSO responsible for its part
  - Coordination between TSOs and Regulators
  - Customized Joint Regulatory framework

## Relation to the Market

- **Description of the projects :**
  - **Focus on the service to be provided, not on the infrastructure to be built**
- **Contractual aspects with shippers :**
  - **Binding commitment**
  - **Issue: indicative tariff**

## Next step

- **ERGEG Draft + GIE Remarks : A good basis**
- **Open Season success : Based on coordination between TSOs and Regulators**
  - **Joint Task Force to conclude Guidelines**