

ACER Cross-regional Roadmaps & AESAG Process

- § EURELECTRIC congratulates ACER and NRAs on the **adoption of ACER cross-regional roadmaps** which mark a new era in regulatory cooperation
- § The roadmaps represent an important milestone to achieve the **European Energy Council call** for an internal electricity market by 2014
- § The **emergence of a NWE region** by 2012 is at the core of the development of a European electricity market and **cannot be delayed**
- § **A joint implementation proposal** by TSOs and PXs for day-ahead and intra-day **no later than January 2012 is critical** otherwise the 2014 target will be jeopardised

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ACER Cross-regional roadmaps: way forward

To fulfil an integrated NWE by 2012 and IEM by 2014, EURELECTRIC calls for the following steps to be taken:

§ End 2011:

- ACER to recommend moving **towards financial transmission rights**, discussion on the practicalities governing the issue of FTRs by TSOs get started

§ Jan 2012:

- **Design aspects of the NWE governance model** (validation of the algorithm, roles/responsibilities, cost sharing) including **guarantees for robustness** (fall back mechanisms, accountability, centralisation) have to be agreed by January 2012, integration of neighbouring should be accelerated (eg. CSE + SWE)
- Decision to be made by Jan 2012 to move only towards **implicit flow-based allocation of capacity** (ie. explicit flow-based allocation shall not be pursued)

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ACER Cross-regional roadmaps: way forward

To fulfil an integrated NWE by 2012 and IEM by 2014, EURELECTRIC calls for the following steps to be taken:

§ Feb 2012:

- ACER issues **draft balancing guidelines** setting out key principles (transparency, marginal pricing, common merit order, sufficient harmonisation)

§ Feb-June 2012:

- **Implementation of NWE project on-going** (day-ahead price coupling and intra-day platform)

§ June 2012:

- **Progress report** to the Florence Forum and **evaluation** as to whether 2012 NWE is on track
- EC mandates ENTSO-E to start drafting network codes on forward allocation of capacity