


ACER

 Agency for the Cooperation
of Energy Regulators

Evaluation of the Network Code on Capacity Allocation Mechanisms

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Legal Basis (Gas Regulation)

Article 6 (7):

ACER shall provide a **reasoned opinion** to ENTSOG within 3 months (including potential PC)



Article 6 (8):
ENTSOG may **amend** the NC in the light of the opinion and resubmit it to ACER



Article 6 (9):
Once ACER is satisfied that the NC is in line with the FG, ACER **submits** the NC to **EC** and **recommends its adoption**

Process

- NC CAM officially submitted on 6 March 2012
- ACER has 3 months to provide a reasoned opinion to ENTSOG
 - Deadline 6 June 2012
- ACER may formally consult
 - But timing may be too tight
- Once satisfied that the NC is in line with the FG, ACER recommends its adoption to the EC

FG CAM objectives

- The objectives of the FG:
 - » to ensure more efficient allocation of the capacity at the interconnection points between two or more Member States or within the same Member State;
 - » to support the creation of an efficient gas wholesale market in the EU.
- The NC adopted according to the FG will be evaluated taking into account the degree of compliance with the FG.
- Overarching objectives - maintaining security of supply, completion and functioning of the internal market and cross-border trade, including delivering benefits to the customers - to be respected.

Main issues

- Compliance with FG CAM and development of the Single European Gas Market
 - » *Products: breakdown of capacity services between LT/ST, products (yearly/quarterly)*
 - » *Contract standardisation*
 - » *TSO cooperation: capacity calculation at IPs*
 - » *Interruptible capacity alignment*
 - » *Auction design: auction algorithms to be assessed*
 - » *Tariffs: the necessary minimum measures or broader?*
 - » *Compatibility with measures relating to CMP, Balancing and Tariffs*
- ENTSOG recommendations
 - » *Sunset clause*
 - » *Auctions for WD interruptible capacity*

Thank you for your attention!



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