


● Framework Guidelines and Network Codes

Energy Community
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● Legally binding rules on detailed issues

- Art. 6, 7 and 8, Gas Regulation (EC) no 715/2009
- Art. 6, 7 and 8, Electricity Regulation (EC) no 714/2009
- Detailed, technical, operational issues to be harmonized where they facilitate market integration
- Aim is to address cross-border issues that are potentially hampering trade:
 - » More efficient use of networks
 - » More transparency
 - » Lower transaction costs
 - » More liquid markets
 - » More reliable price signaling
- Not the end of national rules.



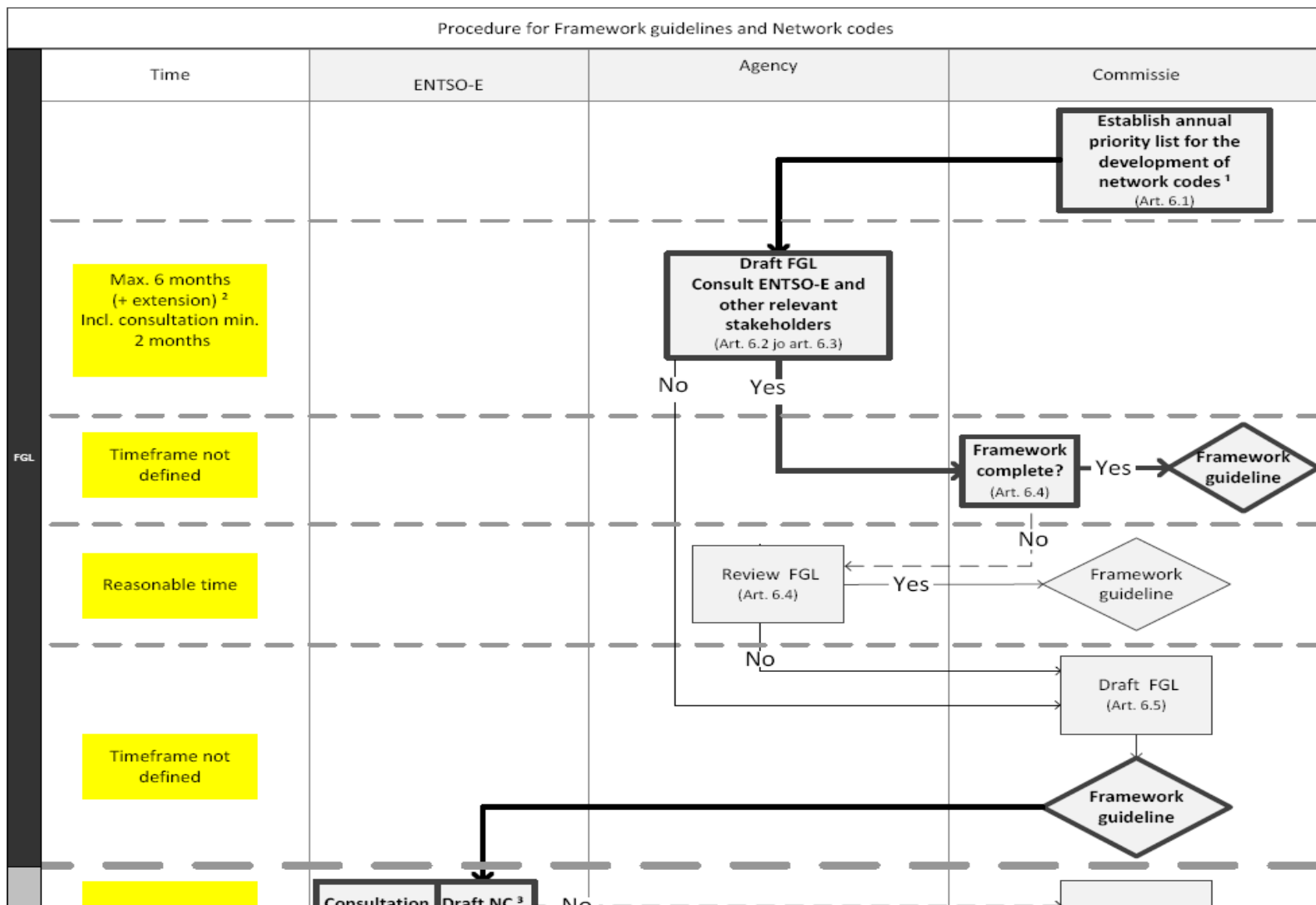
Network Codes to be developed in these Policy Areas (art. 8(6) E-Reg.)

- 1. Technical & Operational Rules
- 2. Market & Trading Rules
- 3. Tariff & Investment Rules

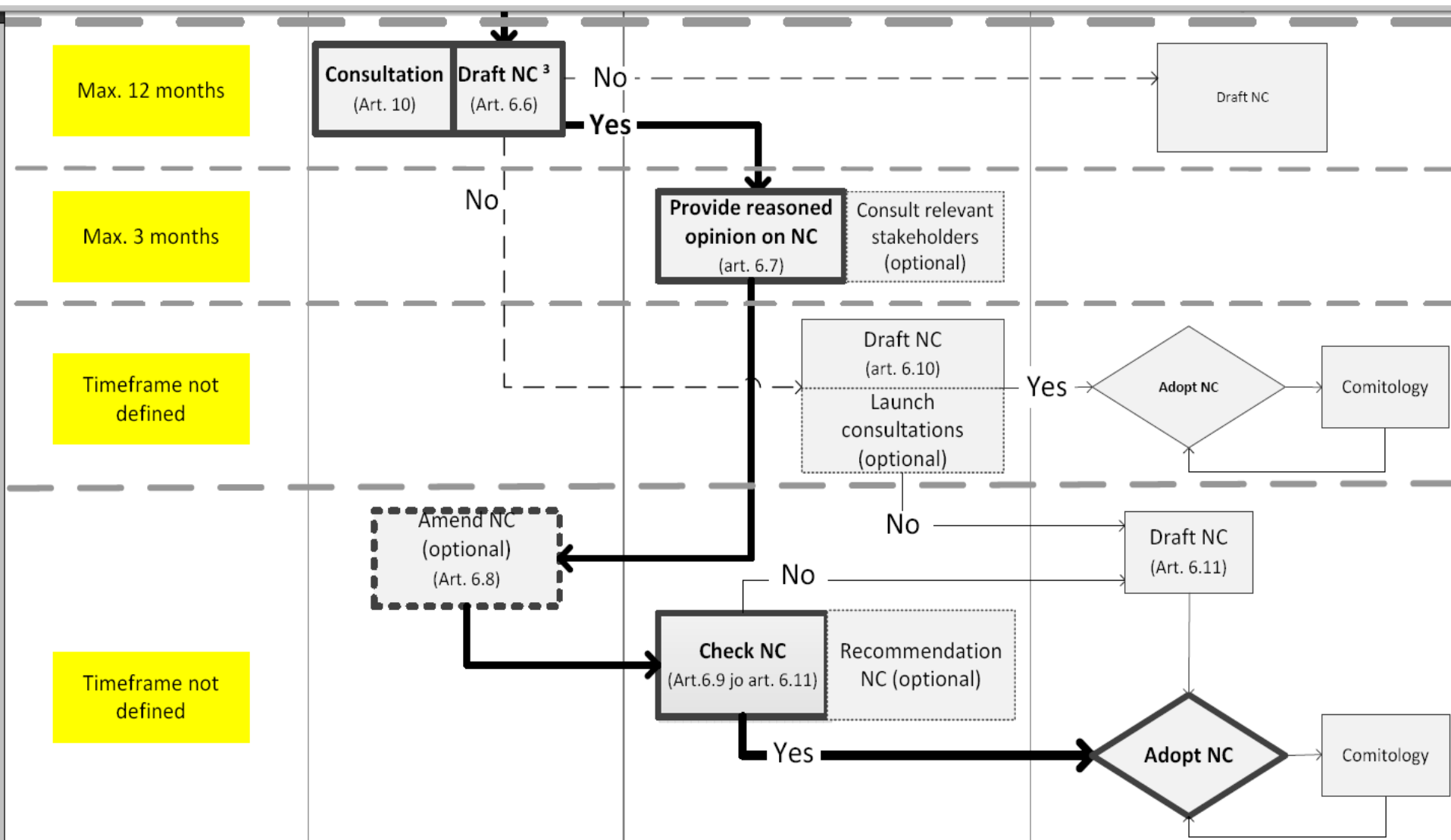
Simplified Process

- ACER develops Framework Guidelines
 - » High-level principles, guidance for ENTSO
- ENTSOs develop Network Codes
 - » Detailed rules
- Commission makes the Network Codes binding through comitology

Phase 1: Framework Guideline Development



● Phase 2: Network Code Development



What is Comitology?

- Decision Making Procedure led by Commission
 1. Commission submits proposal
 2. Favourable opinion of the Committee (QMV)
 3. Draft measure to European Parliament and Council
 4. Council (QMV) and EP (AM) have 3 months to:
 - » a) oppose the draft measure; then Commission amends draft measure or presents a legislative proposal.
 - » b) not oppose the draft measure; Commission adopts draft measure.

The 1st wave of projects is underway, 2nd is in preparation

Electricity Framework guidelines	Electricity network codes
Grid connection framework guideline (pilot)	Connection network code (pilot)
Capacity allocation and congestion management guideline	Day-ahead, intra-day, capacity calculation and forward product network code
System operation framework guideline	System operation network code (possibly several codes)

Gas Framework guidelines	Gas network codes
Capacity allocation (pilot)	Capacity allocation (pilot)
Tariff structure	Harmonised tariff structure
Balancing	Balancing
Interoperability	Interoperability (IT and Communication)

- Well on track to deliver binding Network Codes in 2012

Thank you for your attention