Coordinated Auction Office SEE
- Achievements and Next Steps -

by Roland Matous

11th PHLG MEETING
10 DECEMBER 2008, TIRANA
Project History

- **Dry Run Phase I + II**: 2007
- **Implementation Phase Coordinated Auction Office under the aegis of SEE CAO IG**: 2008/2009
- **Coordinated Auction Office established**: 2010
- **Legal Establishment planned**: 2010
Tasks 2009

- Coordinated Auction Office established
- Implementation Phase Coordinated Auction Office
- Legal Establishment planned February 2010
- Dry Run Phase I + II
- 2007
- 2008+2009
- 2010

Tasks according to SEE CAO Actionplan

Coordination Auction Office Dry Run Phase III
Finalization of the Dry Run: towards the Real Run

Trader A
Trader B
Trader C
Trader D
Trader E

TSO A
TSO B
TSO C
TSO D
TSO E
TSO F
TSO G

Coordinated Auction Office

Trader participating in Auction
TSO providing CB capacity

TSO providing CB capacity

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Exchange of Know How

- On 21st October the 1st Interregional Workshop on Cross Border Capacity Allocation took place in the premisses of the Energy Community Secretariat in Vienna.

- The aim of the Workshop was to provide a common platform for stakeholders from all European Congestion Management regions for exchanging experience and know how.

- The Workshop was chaired by the new SEE CAO Implementation Group Chairman George Koutzoukos.
Conclusions: Necessary Milestones

• Representatives from other Auction Offices in Europe (Belpex, CEE Auction Office) described the necessary milestones and the most important tasks to be performed.

• In this respect it was highlighted by the representatives from already existing Auction Offices that a proper Project Management including a Project Plan is of utmost importance.

• Furthermore it was highlighted that the Establishment of an Auction Office is a full time job and needs therefore a full time management.
Conclusions: Critical Elements for a CAO Project

It was highlighted within several presentations that the availability of

- Human Resources (Project Team)
- Financial Resources (Budget)
- Experts (TSOs)
- Relationship to the relevant Authorities (Shareholders, Regulators)
- Input from Consultants (External)
- Timeschedule (for concept, test, implementation)
- Space for Decisions (avoid potential conflicts of interests)

are the critical elements when it comes to project planning.
Recommendations for the SEE Region

Experts from the CEE region recommend for the SEE region to:

- Sign a MoU as starting point of the implementation phase
- Set up permanent working structures (i.e. project which is fully dedicated to the work for establishing the CAO).
- Hire a Managing Director who shall act as the Project Leader until the establishment of the CAO.
- Agree on a project financing!
- Agree on the CAO location (necessary for BP and AoA)
- Elaborate and agree on the Business Plan and the Articles of Association.
- Use external (legal and technical) support!
- Establish a high level coordination group with empowered managers
Next Steps

- Signature of Memorandum of Understanding
- Definition of the location for the CAO
- Elaboration of the project plan including timeschedule and resources
“…It is better to have a good solution in a couple of months than the best in a couple of years…”

(David Myska, Business Development Manager CEE CAO)
Thank You!

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