



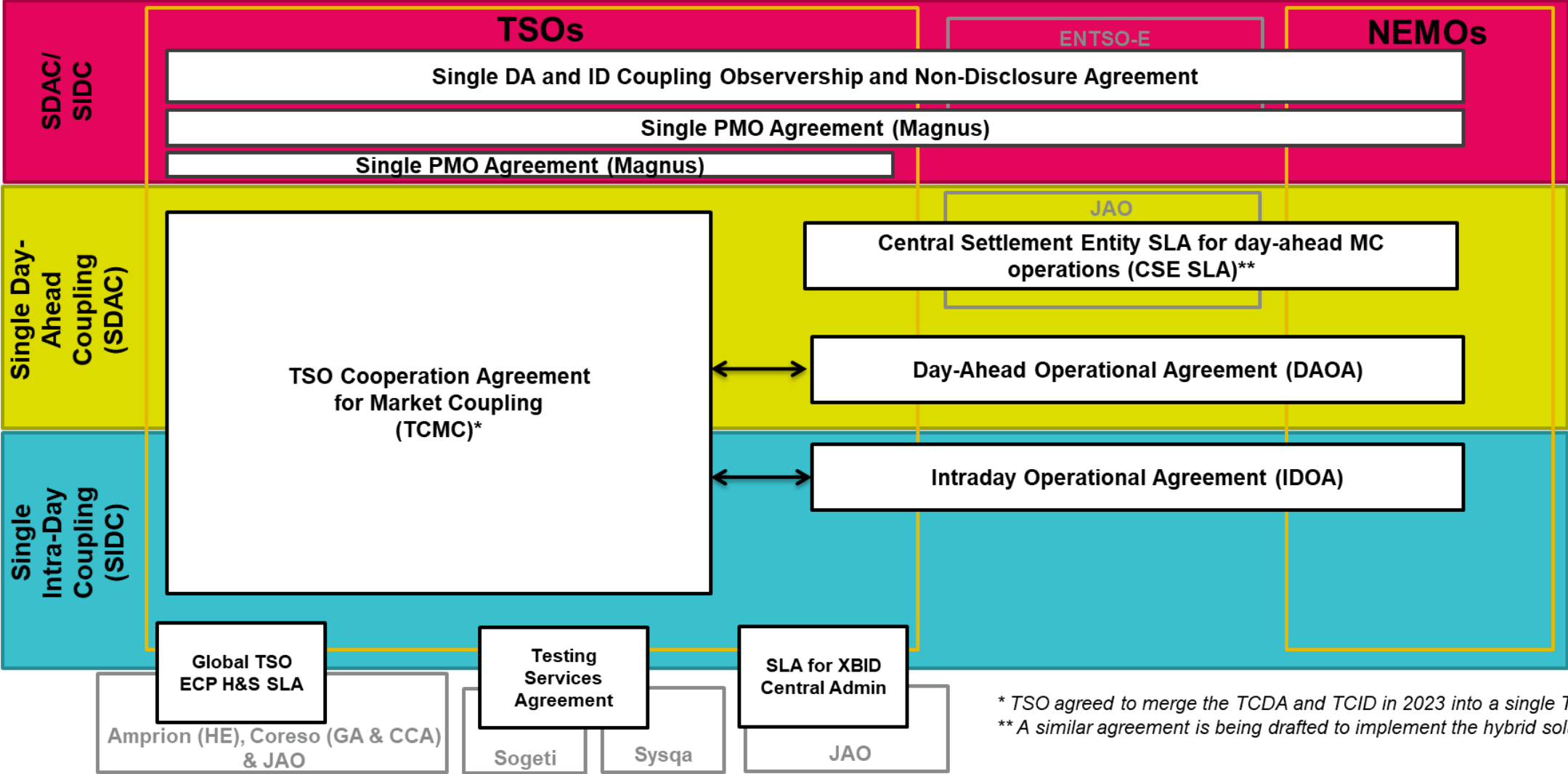
Le réseau
de transport
d'électricité

Session 4: TSOs contractual structure of SDAC and SIDC

16th May 2023, Vienna

Francois-Xavier Detraz (TSO Market Coupling representative, SDAC QARM co-convener)

Contractual Overview TSO-only (2023)



* TSO agreed to merge the TCDA and TCID in 2023 into a single TSO agreement

** A similar agreement is being drafted to implement the hybrid solution in SIDC

Adherence process for TSOs (1/2)

Process Description

- Below, the steps are described that ought to be followed in order for TSOs to become a party to MCSC (SDAC & SIDC).
- Please note that efforts are ongoing to merge the SDAC and SIDC Agreements. As such, once completed the adherence process will be simplified.

Step 1

- Sign the Single DA and ID Coupling Observership and Non-Disclosure Agreement.

Step 2





- Request an observer status under the agreements between, respectively, SDAC TSOs and NEMOs, and SIDC TSOs and NEMOs governing the joint operations and further developments of SDAC, and SIDC. These Agreements are also the contractual basis for the Market Coupling Steering Committee (MCSC), being the decision-making body for SDAC and SIDC.
 - DAOA (for SDAC).
 - IDOA (for SIDC).
- Request an observer status under the agreements between, respectively, SDAC TSOs, and SIDC TSOs further governing the TSO-only aspects of the cooperation set forth under the DAOA and IDOA joint operations and further developments of SDAC, and SIDC. These Agreements also detail what these joint duties mean in terms of liability amongst TSOs .
 - TCDA (for SDAC).
 - TCID (for SIDC).

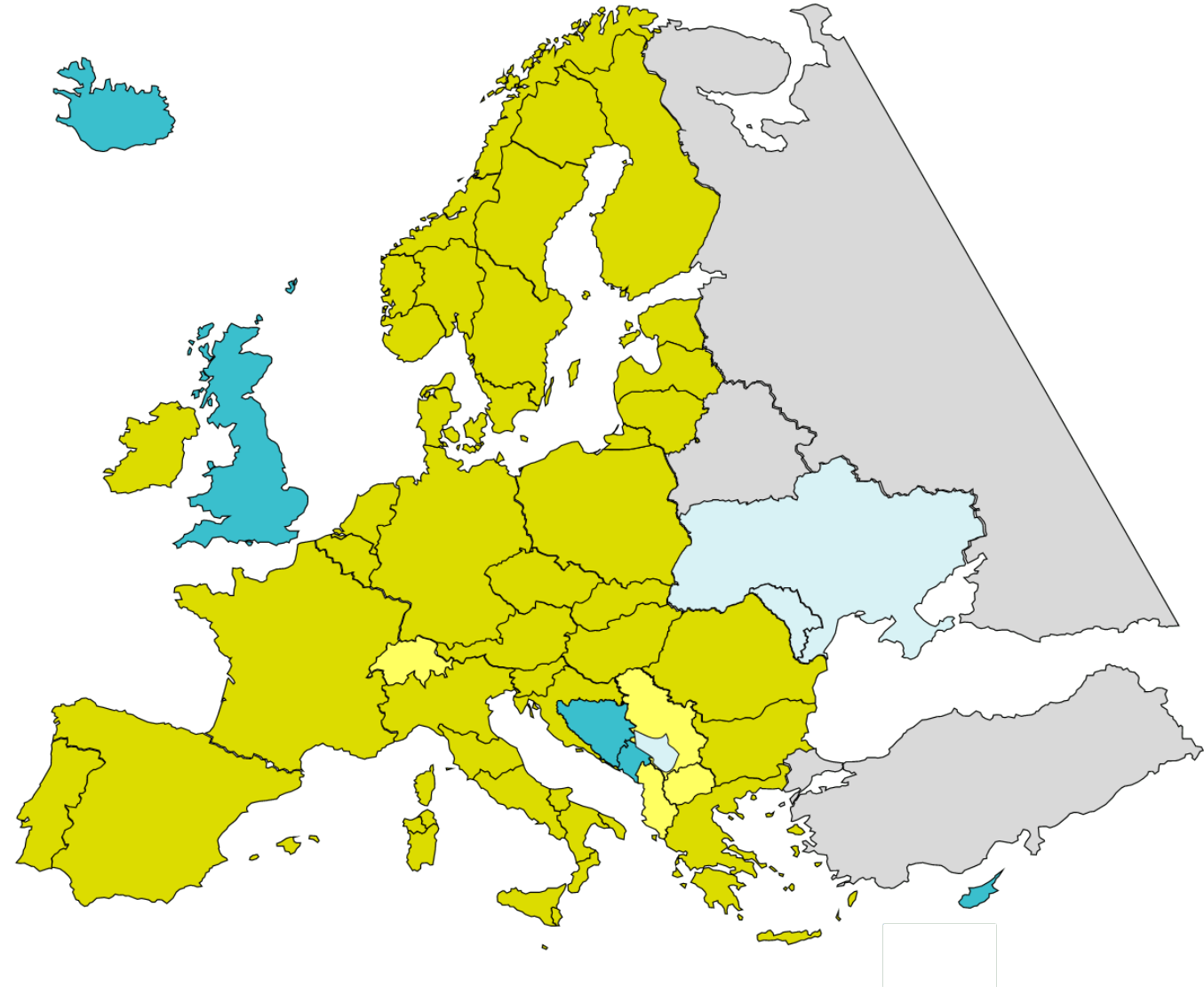
Adherence process for TSOs (2/2)

Step 3

- Adhere to the aforementioned Agreements as « full parties », by way of signing the respective adherence forms
- Again, to be noted that for TSOs not established in a CACM country, additional conditions apply
- Adhesion may entail having to pay a share of so-called historical costs and also entails, going forward, paying a share of ongoing costs related to SDAC/SIDC.
- In parallel, adhering to other agreements will be required.
 - For instance, the Central Settlement Entity SLA for day-ahead MC operations (CSE SLA). This SLA is between the TSOs & NEMOs on one side and JAO on the other side. The SLA is about central contracting and settlement: JAO enters in the name of NEMOs & TSOs into agreements with service providers, receives and pays the invoices of service providers and invoices each NEMO and TSO on a monthly basis with its share of the SDAC/SIDC costs (budgeted value). After a year passed (and possibly also after each quarter), a final resettlement is made based on the actual costs.
- Upon initial adherence, a party always has a non-operational status, it can afterwards become operational provided it meets the related technical requirements.

SDAC membership status of European TSOs

-  SDAC TSO full members (i.e. TCDA/DAOA & Global NDA parties)*
-  SDAC TSO observers (i.e. formal observership status & Global NDA parties)*
-  TSOs that are Global NDA parties*
-  TSOs in the process of becoming Global NDA parties



* As of October 2022 a total of 51 TSOs have adhered to the „Single DA and ID Coupling Observership and Non-Disclosure Agreement” (aka Global NDA); for more information visit www.entsoe.eu



Le réseau
de transport
d'électricité

Thank you !

Session 4: TSOs contractual structure of SDAC and SIDC