





- SCENE SETTING -

Obligations



- Gas Network Code on Capacity Allocation Regulation (EC) 984/2016 not (yet) applicable in the CPs
 - First discussion PHLG 15 March 2016
- But: commitments agreed under CESEC Initiative include
 - Until 12/2016: launch discussions with neighbouring countries on implementation of CAM and CMP NCs via ACER GRI SSE, in coordination with ECS
 - Until 12/2016: launch discussions with relevant existing capacity platform operators/TSOs on joint capacity allocations, in coordination with ECS

Tool kit



- Auctions shall be used for the allocation of capacity at IPs Art 8(1)
- Standard capacity products: TSOs shall offer yearly, quarterly, monthly, daily and within-day standard capacity products Art 9(1)
- Bundled capacity: adjacent transmission system operators shall jointly offer bundled capacity products Art 19
- Booking platform: TSOs shall offer capacity by means of one or a limited number of joint web-based booking platforms TSOs can operate such platforms themselves or via an agreed party Art 27

Ref. Regulation (EC) 984/2016



Existing platforms

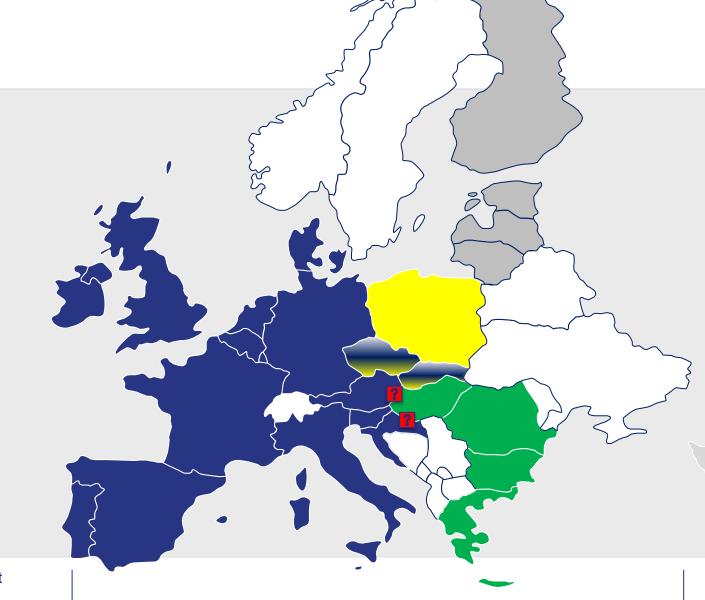


GSA Platform

Test case PRISMA / GSA

RBP

Derogation under Article 49 Directive 73/2009/EC



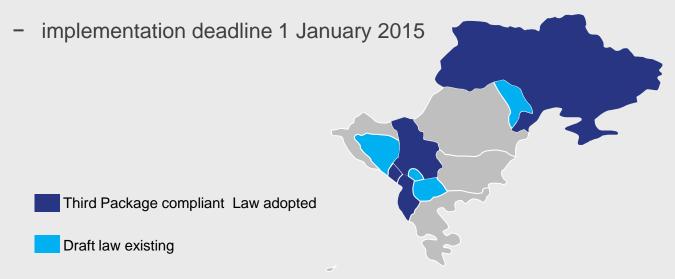


- IMPLEMENTATION IN THE CONTRACTING PARTIES -
 - LEGAL FRAMEWORK & OPEN CHALLENGES -

Legal framework



- EnC acquis defined by EnC Treaty
 - including Third Energy Package MC Decision 2011/02/MC-EnC

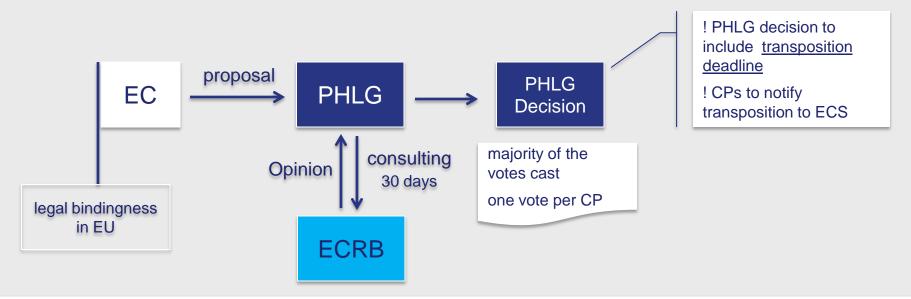


Including commitment to implement Network Codes / Guidelines Article 27 of MC
 Decision 2011/02/MC-EnC | Article 18 Electricity Regulation (EC) No 714/2009

Implementation of new acquis



- Standard procedure
 - Decision of the Ministerial Council
- Network Code procedure
 - Legal basis: Title II EnC Treaty → standard adaptations | legal scope



Challenges



Reciprocity is key but not achievable within the existing legal framework

- Scope of Title II
- "3rd country clause" hinders reciprocity
 - This Regulation [...] <u>may</u> also apply to entry points from and exit points to third countries, subject to the decision of the relevant national regulatory authority Art 2(1) Regulation (EC) 984/2016
- Standard adaptations CPIMS cannot close the gap
 - Relevance of application on CP/CP IPs only?
- Existing legal gap unsolved
 - 'interconnection point' means a physical or virtual point connecting adjacent entry-exit systems or connecting an entry-exit system **with an interconnector** Art 3(10) Regulation (EC) 984/2016
 - "interconnector": transmission line which crosses or spans a border between MSs / CPs for the sole purpose of connecting the national transmission systems of those MSs / CPs Article 2(1)
 Directive 2009/73/EC

How to solve?



- Adopt NC(s)
 - covering MS | CP IPs; and
 - excluding the Contracting Parties from the `3rd country` clause
- in the CPs under Title II and in the EU separately adjusting existing NCs; or
- for the CPs and EU under Title III/IV
 - would require change of the PHLG empowerment by the Ministerial Council that currently bases on Title II
- Preferably, include a reciprocity clause in the Treaty
 - Automatic switch on
 - Direct applicability





