

WG Adequacy #23 – Minutes of the Meeting

Friday 13th of October 2023

Meeting	
Date	13/10/2023
Organiser	Voet Jan

Participants		Attended
Adigbli Patrick	Centrica	<input checked="" type="checkbox"/>
Alaerts Frank	Entras	<input checked="" type="checkbox"/>
Baetens Jens	Entras	<input checked="" type="checkbox"/>
Boustani Zackaria	FOD Economie	<input checked="" type="checkbox"/>
Catrycke Mathilde	Engie	<input checked="" type="checkbox"/>
Chafaqi Laïla	Luminus	<input checked="" type="checkbox"/>
Coppin Xavier	Engie	<input checked="" type="checkbox"/>
Crabs Bérénice	Belgian Offshore Platform	<input checked="" type="checkbox"/>
De Taeye Bert	Infrabel	<input checked="" type="checkbox"/>
De Waele Bart	CREG	<input checked="" type="checkbox"/>
Debrigode Patricia	CREG	<input checked="" type="checkbox"/>
Delferiere Alan	FOD Economie	<input checked="" type="checkbox"/>
Gaillard Julien	Flexcity	<input checked="" type="checkbox"/>
Gérard Thibaut	Thermovault	<input checked="" type="checkbox"/>
Herman Sofie	STORM	<input checked="" type="checkbox"/>
Langhendries Jan	Parkwind	<input checked="" type="checkbox"/>
Lorne Augustin	Compass Lexecon	<input checked="" type="checkbox"/>
Marin Alexandre	Thy-Marcinelle	<input checked="" type="checkbox"/>
Strosse Tom	Eneco	<input checked="" type="checkbox"/>
Van Bossuyt Michael	Febeliec	<input checked="" type="checkbox"/>
Van den Bosch Sven	Fluvius	<input checked="" type="checkbox"/>
Van den Waeyenberg Sofie	CREG	<input checked="" type="checkbox"/>
Van der Biest Piet	Siemens Energy	<input checked="" type="checkbox"/>
Vandersyppe Hans	COGEN Vlaanderen	<input checked="" type="checkbox"/>
Verhaeghe Charles	Compass Lexecon	<input checked="" type="checkbox"/>
Verrydt Eric	BASF	<input checked="" type="checkbox"/>
Waignier Jean-François	FEBEG	<input checked="" type="checkbox"/>
Weber Dorian	Compass Lexecon	<input checked="" type="checkbox"/>
Willemot Guy	Tessengerlo Group	<input checked="" type="checkbox"/>

Report	
Author	H. Erkut Ulusoy
Function	PMO Adequacy
Date report	18/10/2023
Status	<input type="checkbox"/> Draft <input checked="" type="checkbox"/> Final version

1. Agenda

- Welcome
- Approval of the Minutes
- Update on Net Balancing study – Compass Lexecon
- Update on Cost of Capacity study – Entras
- Cross-Border CRM
- CRM design updates
 - Functioning rules publication process
 - Additional to existing
 - Proven availability and payback
- Go-to-Market Plan – AM & PB
- Update from Cabinet
- AOB
- Next meetings

2. Minutes of Meetings

Disclaimer: The slides used as a support of the presentation are available [online](#). The minutes of meetings only cover the discussions that took place during the Working Group.

Approval of the Minutes

No further comments – the Minutes of the WG Adequacy #21 are approved.

Update on Net Balancing study – Compass Lexecon

Febeliec asks how the price impact, and how European integration of balancing platforms impact on revenues will be dealt with. Compass Lexecon has thought about the impact and uses a range to tackle the price impact. Plus, Compass Lexecon is working on a high level evaluation of the drivers on the net balancing revenues due to the European integration.

COGEN Vlaanderen asks for further explanations about the high gross balancing revenues of OCGTs. Compass Lexecon considers actual participation of OCGTs and CCGTs over the past 3 years. The prices are thus an average of the previous 3 years.

Febeliec asks for further explanations about why the day-ahead price is used for down activation for DSM. Compass Lexecon explains that the day-ahead price were used as a proxy for the very high degree of heterogeneity of this technology.

Febeliec wonders how the study of Compass Lexecon will be used for analysis. Elia answers that this is a first step – an historical evaluation of net balancing revenue. The next step is to analyze how this will evolve in the future, at the end of the presentation Compass Lexecon has prepared the key drivers for the translation of historical net revenues to future historical net revenues.

Update on Cost of Capacity study - Entras

Engie asks from which year are the FOM values are. Entras answers that nominal values are from 2023. Furthermore, Engie asks if, from a statistical point of view, the weight of the market parties is representative. Entras confirms, however can't disclose the exact number of parties that participated. Elia adds that the report is in the finalization phase. In the upcoming weeks, it will be published on Elia's website. Further feedback and comments from the market parties are welcome.

Engie asks if the annualized cost of major overall is included. Entras confirms that it is well included.

Cross-Border CRM

Engie asks clarifications about the penalty in case of failure to prequalify. Elia confirms that the risk is inherent to participation. However, Elia precises that a full list of requirements, with the details, is already communicated during the Light Prequalification phase. Therefore, the participating actors are well aware of the documents to provide to avoid the penalty.

CRM design updates

Functioning rules publication process

No further comments.

Additional to existing

No further comments.

Proven availability & payback

Engie expresses its satisfaction regarding Elia's proposal and illustrates the proposal with an example of an OCGT. Elia affirms that the interpretation is correct. Engie understands that it is a work in progress and is going in the right direction.

Febeliec states that there is a lack of consideration regarding DSM for the payback exemption. Elia affirms that it strongly supports DSM exemption and knows it's a topic that is on the agenda of the Cabinet. If there will be a possibility to proceed this way, Elia will make sure to do it.

In conclusion, Febeliec expresses its disagreement with the approach used by Elia. Elia takes the comment.

Go-to-Market Plan – AM & PB

No further comments.

Update from Cabinet

FOD Economie states that no update has been received from the Cabinet – thus, the topic is not treated.

AOB & Next meetings

No further comments.

3. Next Meetings

The next meetings are currently foreseen on:

- **Wednesday 8th of November 2023 A.M.: WG**
- **Friday 1st of December 2023 A.M.: WG**
- **Wednesday 31st of January 2024 A.M.: WG**
- **Tuesday 22nd of February 2024 A.M.: WG**