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Meeting report

Date	Oct 12 th 2021					
Drganiser	Carton Filip (ELIA), Matthy	Carton Filip (ELIA), Matthys-Donnadieu James (ELIA)				
Participants		Attended	Excused			
Genêt Benjamin (ELIA)		\square				
Van Campenhout Steve (ELIA)		\square				
Bastiaensen Cindy (ELIA)		$\overline{\mathbf{X}}$				
Malfliet Bernard (ELIA)		\square				
Van Meirhaeghe Peter (ELIA)		\square				
Baudson Axel (European Commodities)		\square				
De Winter Mark (FOD Economie)		\square				
Lapierre Charles (NordPool)		\square				
Laleman Ruben (Engie)		\square				
Harlem Steven (EDF Luminus)		\square				
Hordijk Jan-Kees (RWE)		\square				
Maes Guillaume (Engie)		\square				
Schulz Johannes (RWE)		\boxtimes				
/an Bossuyt Micl	haël (Febeliec)	\square				
Waignier Jean-François (FEBEG)		\square				

Report

Author	Van Campenhout Steve	
Function	EU Market Integration	
Date report	Nov 9, 2021	
Status	🛛 Draft	Final version



1. Agenda

System Operations

- 1. Retrospect on incompressibility (summer review)
- 2. Winter outlook
- 3. Learnings from 8/1 system split impact on way of working in Belgium
- 4. Feedback from the 24/7 split Spain/Portugal, first learnings
- 5. Feedback from the emergency situation during the recent rainfall (14&15/7)
- 6. Emergency & Restoration: update black out proof phones

European Market Design

- 1. Derogation from the 70% rule for 2022
- 2. Status Core FB DA implementation
- 3. AOB: MRLVC, Core LT CCM, SIDC-CPM, Elia Group event on future-proof zonal market design

2. Report

F. Carton opens the meeting by welcoming all participants. The minutes of meeting from the previous meeting are approved. Additional European Market Design topics are added to the AOB.

Retrospect on incompressibility (summer review)

C. Bastiaensen debriefs everything went smooth. Elia did not have to undertake extraordinary measures to balance the system, indicating market parties managed this well on their side.

Winter outlook

C. Bastiaensen reminds that the risk for structural shortages is low, as concluded in the 2020 study for the 2021-2022 winter look. This observation is confirmed by market parties. A question is raised if the nuclear phase out in Germany is taken into account. It is clarified that strategic reserve studies indeed take into account assumptions on foreign production parks.

Learnings from 8/1 system split - impact on BE

B. Malfliet explains the lessons learned following the Jan 8th system split in Europe, and which are of particular importance for Belgium.

M. Van Bossuyt underlines cost is an aspect to integrate into reflections on frequency support. B. Malfliet confirms that efficiency of solutions, and consideration of market-based solutions, is part of the reflection.

G. Maes asks if stability limit refers to the BE import limit. B. Malfliet clarifies it is not. It is about keeping stability in larger zones into which the European system is split.

G. Maes asks how considering N-1 on busbars relates to the principles of Core CCM allowing (over time) only cross-border CNECs. Bernard explains there is no conflict as a cross border critical network element can still be linked to an internal contingency (the busbar incident). For now, it remains a topic to investigate hence there is no conclusion yet made if/when Elia would apply this.

Feedback from the 24/7 split Spain/Portugal

B. Malfliet explains how a fire in France close to the border with Spain resulted into a system split between the Iberian Peninsula and the rest of the continental system. The report is expected to come out begin 2022.





Feedback from the emergency situation during the recent rainfall

B. Malfliet reports on the consequences of the July 14/15 flooding in the Liège area, and highlights the quick rebuild of the Pepinster substation.

Emergency and restoration: update black out proof phones

P. Van Meirhaeghe provides an update on the installation of black-out proof phones. He clarifies there are ~100 phones in total to install. M. Van Bossuyt asks if the SGUs 'will be in trouble' if the Dec 18, 2022 deadline is not met. Peter responds Elia goes as fast as pragmatically possible, relying upon good cooperation with the SGUs, and will not point fingers.

Derogation from the 70% rule for 2022

S. Van Campenhout explains Elia renewed its request for derogation on the 70% rule in relation to excessive loop flows. He reminds about the implementation of the Core methodologies towards 2024 as structural solution and hence the moment in time when no derogation will be needed anymore.

A question is asked on the status of the cost sharing methodology in relation to the CACM 2.0 process and the appeals against the Core decisions. It is acknowledged the outcome of this is uncertain today.

Status Core FB DA implementation

S. Van Campenhout reports the external parallel run reached a next level of maturity. Daily results and monthly KPI reports are available for stakeholders to assess impacts. It is concluded to provide a summary from a Belgian perspective in a next WG EMD-SO.

MRLVC

B. Genêt explains that since April, when TSOs shared their analysis on MRLVC, the political negotiation is ongoing. He elaborates upon Elia's position being that MRLVC appears too complex from a technical as well as a governance perspective. G. Maes asks if explicit coupling with UK will continue after the Apr 2022 deadline put forward by the TCA. B. Genêt confirms that there seems to be no other outcome since:

- There is no decision yet made re. MRLVC;
- Any eventual implementation of MRLVC will be rather a question of years than months.

Core LT CCM

G. Maes expresses Eurelectric's concern about ACER's decision to move to a flow-based allocation, lacking a study which according to FCA Art 10(5) is required to accommodate a switch from cNTC to FB.

B. Genêt highlights the decision to move to flow-based allocation is not new and did not raise many feedback in the past. He shares his perspective that the results shared earlier by ACER on MESC are for illustrative purpose and are not constituting a full-fledged parallel run.

B. Genêt confirms that LTTRs will remain rights and will not evolve to obligations, implying that netting of capacities is not an option.

SIDC - CPM

B. Genêt informs the development of a minimum viable solution for cross-product matching (CPM) started, and based on the SIDC roadmap is planned for go-live end 2023, together with IDAs.





A. Baudson asks if CPM will trigger an extension of SIDC until RT. B. Genêt answers that CPM is integrated in the current SIDC set-up thus with a closure of SIDC 1h before delivery.

J. Matthys-Donnadieu makes the link to the MCO governance debate in CACM 2.0: if ACER's proposal pulls through, then we are off for a long trajectory of governance discussions which will stall all the tangible developments such as these initiated in SIDC. He calls upon the market parties to express their concern if they share the common view of TSOs and NEMOs.

Elia group event on future proofing the zonal market design

B. Genêt informs the WD EMD-SO members about the event organized on Nov 8th.

3. Actions to take

Actions closed during this meeting	Ву		Finalised
Retrospect on incompressibility	C. Bastiaensen	This WG EMD-SO	\boxtimes
Actions	Ву	Due date	Finalised
Intraday: evaluate impact of new access to German ID market	J-M Reghem	Next WG EMD- SO	
Core FB DA: summary EXT // run from BE perspective	S. Van Campenhout	Next WG EMD- SO	

4. Date for next meeting

A doodle will be sent for a meeting in Q1 2022.