



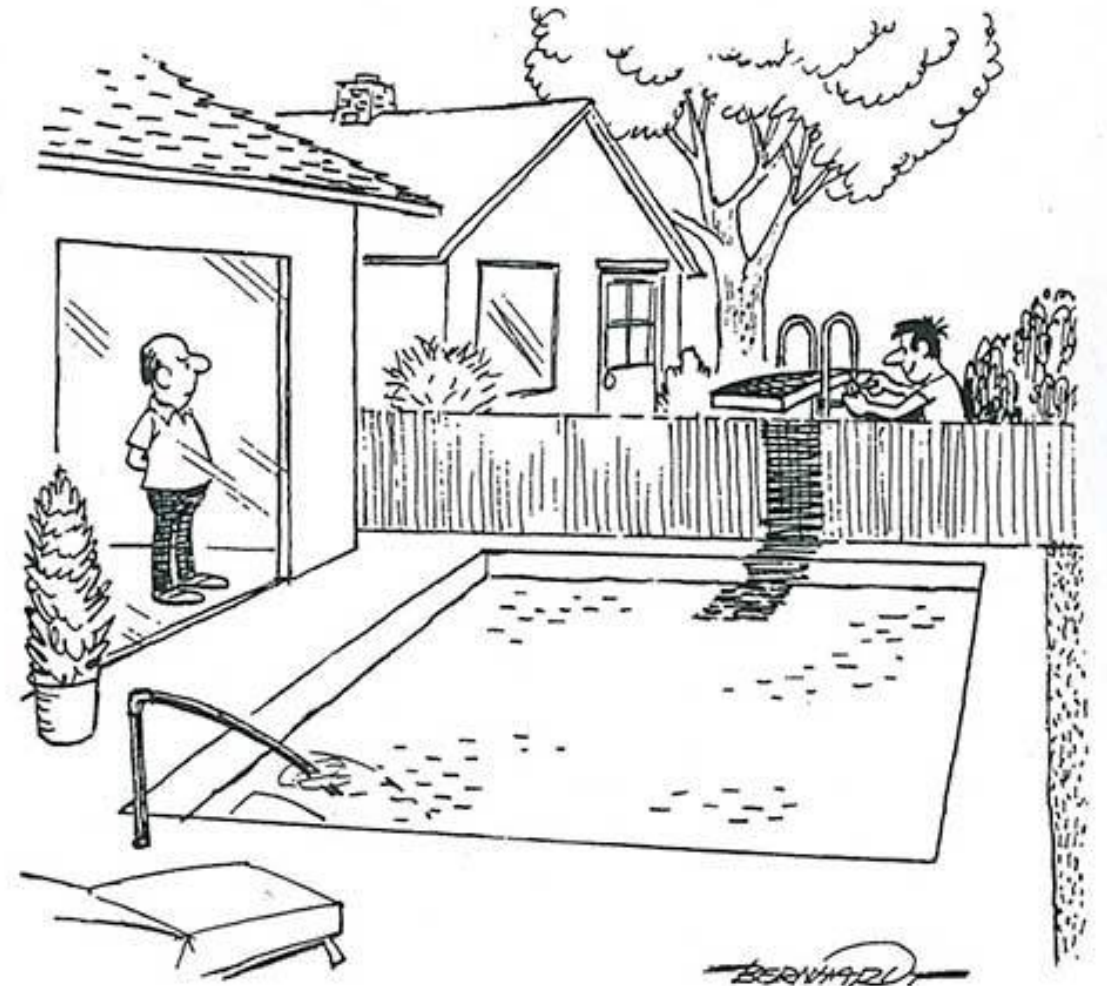
European Union Agency for the Cooperation
of Energy Regulators

Cross-border participation in capacity mechanisms

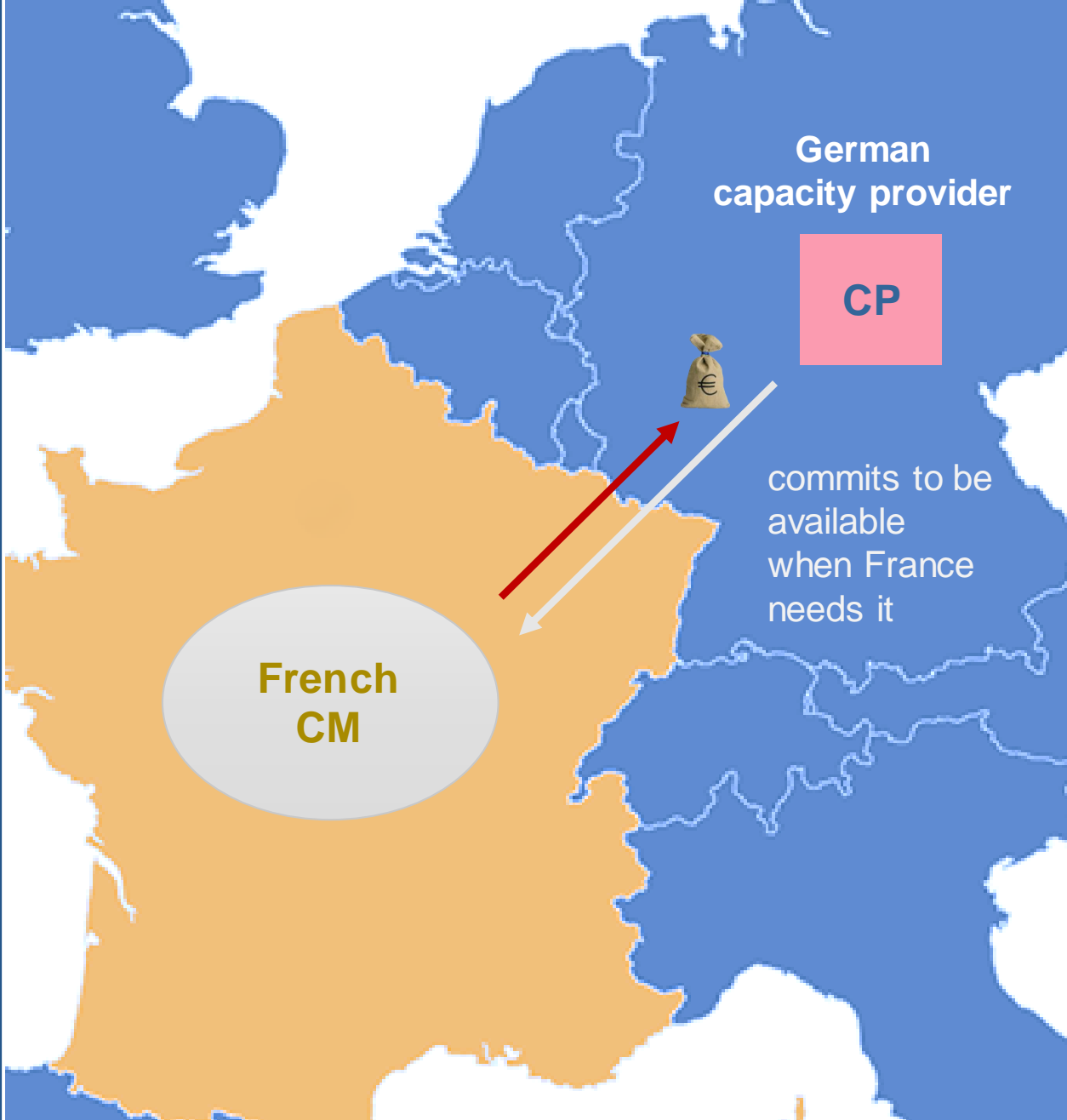
5th ACER-ECRB Workshop on
Electricity market integration

Małgorzata Sadowska
21 April 2021 | webex

Relying on your neighbour's resources

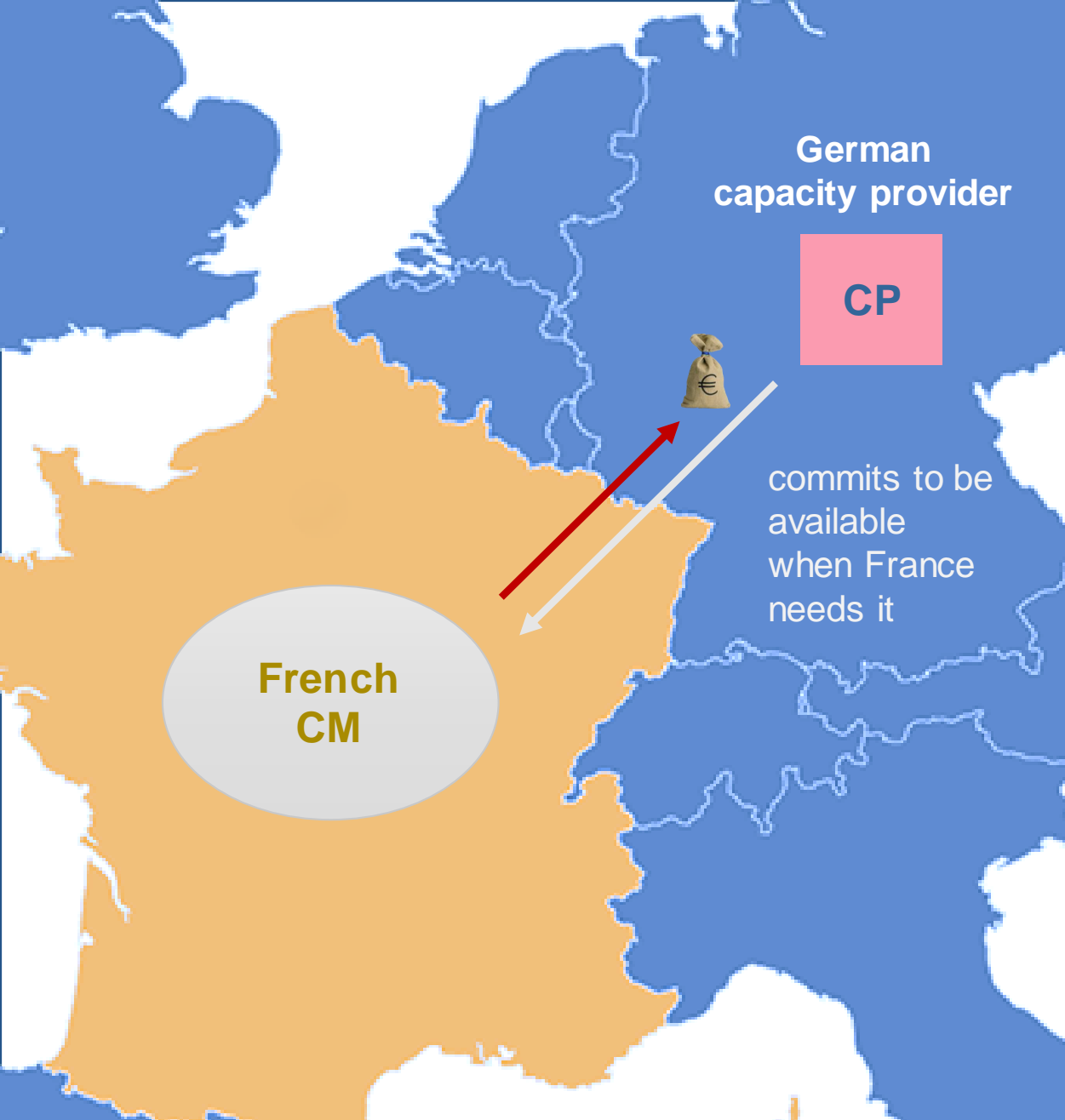


General principles



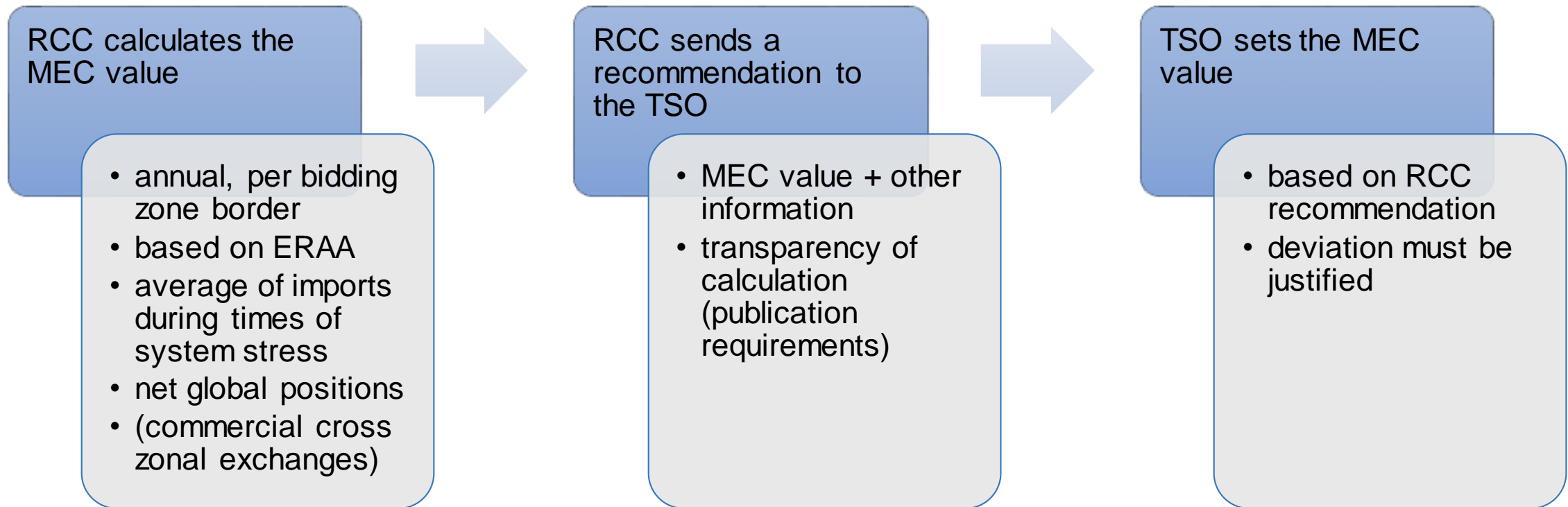
- participation of foreign capacity providers
- all CM types (but: strategic reserve)
- requirement on all Member States
- subject to “equivalent technical performance”
- at least from directly connected countries
- no impact on cross-zonal capacity allocation and physical flows

Practical questions



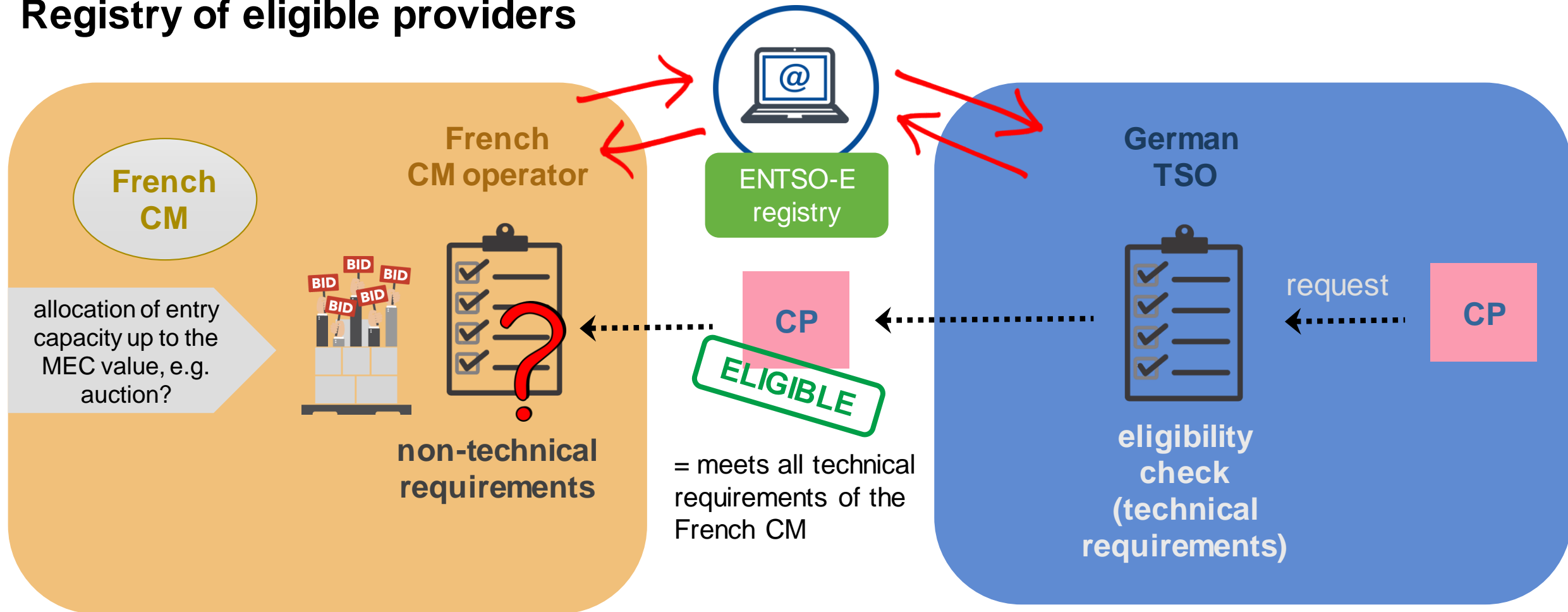
1. How much foreign capacity?
2. What is “equivalent technical performance”?
3. How to check that the foreign CP is available?
4. What if the foreign CP is not available?
5. What if the foreign CP participates in more than one capacity mechanism?
6. What to do with revenues from selling capacity to the foreign CPs?

Maximum entry capacity (MEC)



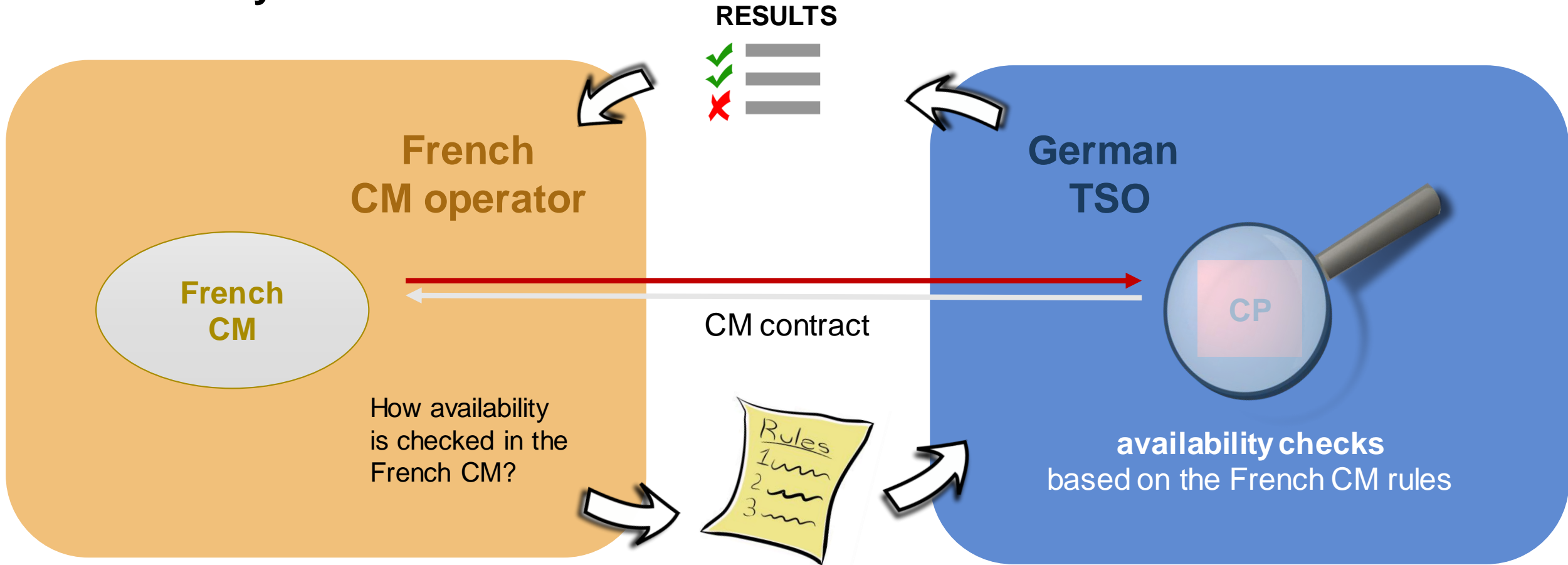
2. How to establish “equivalent technical performance”?

Registry of eligible providers



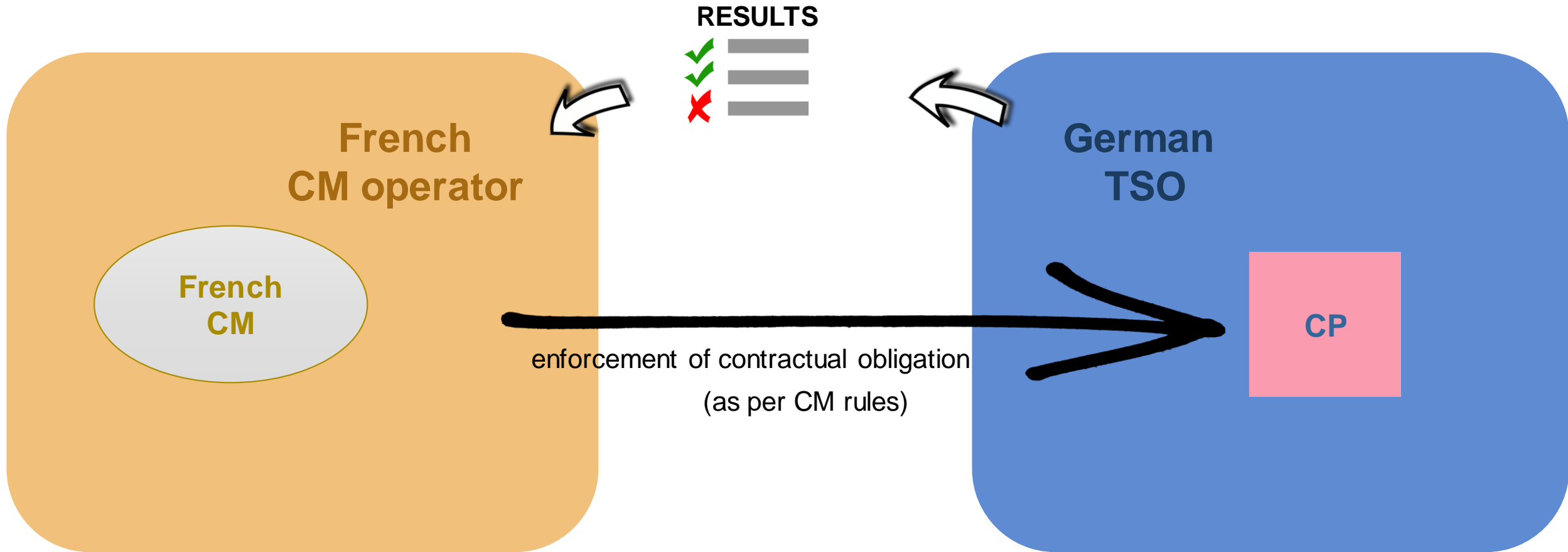
3. How to check that the contracted foreign provider is available?

Availability checks

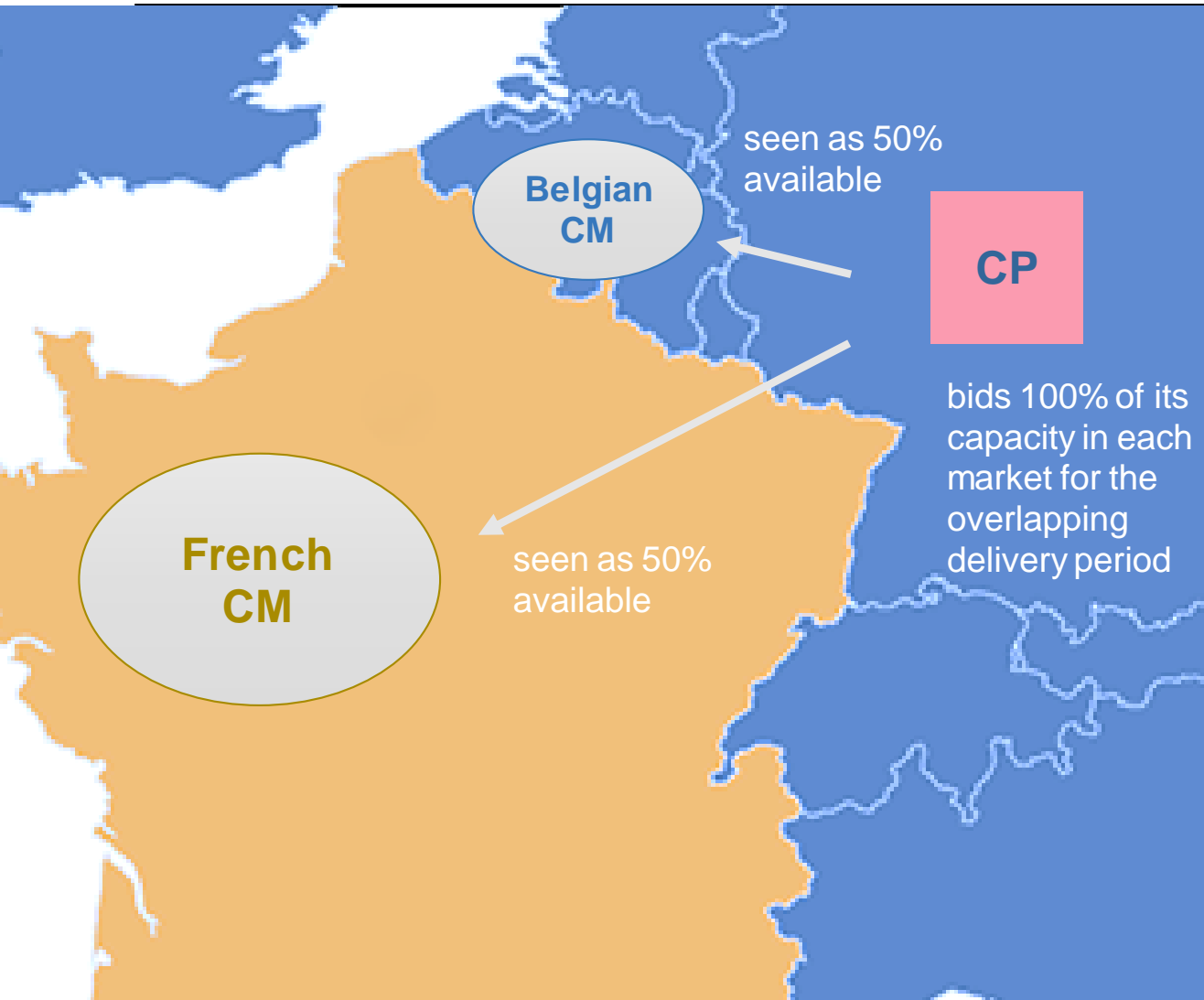


4. What if the foreign provider is not available?

Non-availability payments

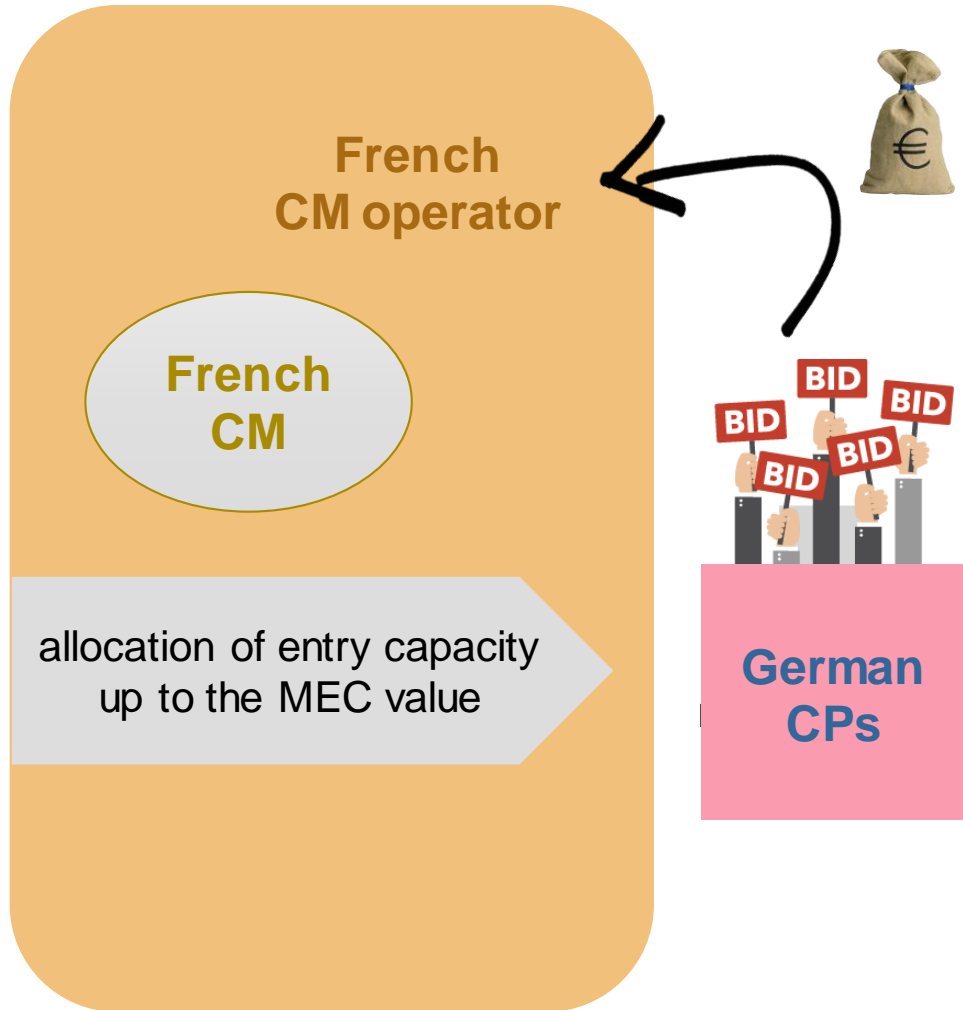


5. What if the foreign provider participates in multiple CMs?



- simultaneous commitment of capacity in multiple CMs is possible
- subject to multiple payments if not available in multiple CMs
- calculation of non-availability volume disincentives simultaneous commitment of capacity

6. What to do with revenues from selling entry capacity?



Shared between the TSOs, either:

- in the same way as congestion income
- in a different way, if approved by both NRAs

Used in the same way as congestion income





Enough trust in your
neighbour's resources?

Discussion



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