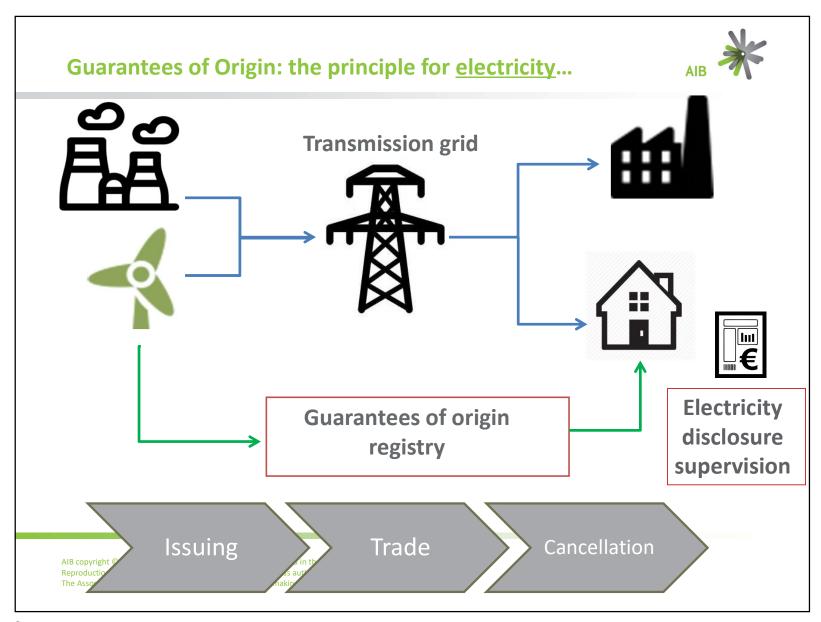
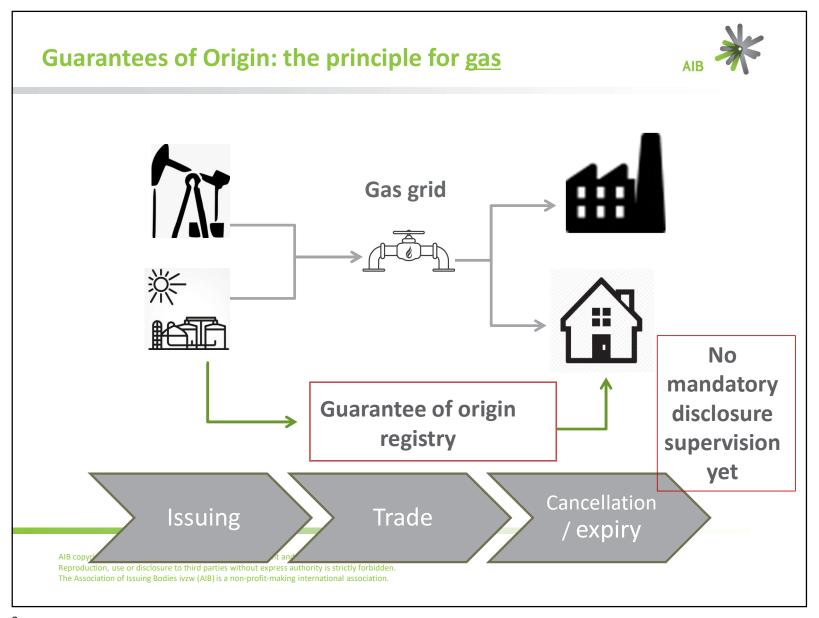
# Guarantees of origin for the Energy Community: how to move forward

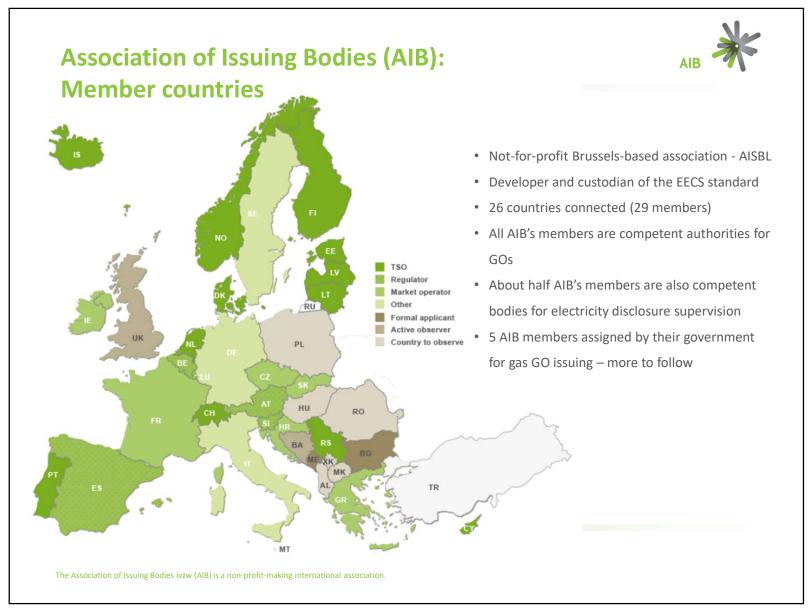
Liesbeth Switten – secretary general AIB

Workshop Energy Community 24/11/2020





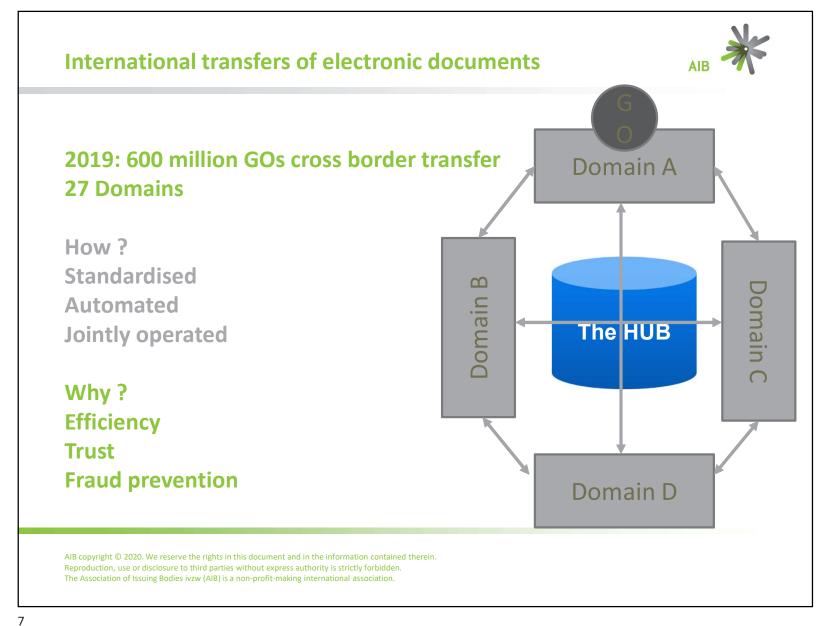




# Size of the market for EECS electricity GOs Average price 0,20-0,80 euro / MWh **Annual EECS transactions by transaction** date (TWh) 1,000 950 900 850 800 750 700 650 600 550 500 450 400 350 300 250 200 150 100 0 Internal Import Expire Cancel Issue Transfer ■ 2016 ■ 2017 ■ 2018 ■ 2019 ■ 2020 AIB copyright © 2020. We reserve the rights in this document and in the information contained therein. Reproduction, use or disclosure to third parties without express authority is strictly forbidden. The Association of Issuing Bodies ivzw (AIB) is a non-profit-making international association.

# What does a GO look like under EECS? **Generic Certificate** Energy Medium Product Unique certificate number Production period (start and end dates) Energy source Type of installation Production device info Identity and country of originating member Issue date Identity and country of relevant competent body Purpose Support received by type Independent Criteria Schemes (Labels) AIB copyright © 2020. We reserve the rights in this document and in the information contained therein. Yellow text: optional data field Reproduction, use or disclosure to third parties without express authority is strictly forbidden. The Association of Issuing Bodies ivzw (AIB) is a non-profit-making international association.

6



## Why have standards?







Try plugging that in!

# Until REDII: the European Energy Certificate System (EECS)<sub>AIB</sub>



#### **EECS Rules**

- Certificate Administration
  - •Core principles objectives & aspirations
  - Plant registration
  - •Certificate issue, transfer and cancellation
- EECS participation rules
  - •Membership, admission, compliance, disputes & change
- Scheme specific rules
  - •e.g. electricity, gas ...

#### Detail

("subsidiary documents")

- Decision-making disputes, voting etc
- Registry system & networking standards
- Approval of agents
- Change management
- Assignment of codes
- Audit & periodic reviews

## **Dynamic information**

("fact sheets")

**Domain protocols** 

- Addresses, membership details, codes, guidelines ...
- Description of regulations in a specific country

E E C S
EUROPEAN
ENERGY
CERTIFICATE
SYSTEM

## REDII: formal European standard EN16325 (CEN standard)



#### Renewable Energy Directive 2018/2001/EU art. 19.6:

- "Member States and designated competent bodies shall ensure that the requirements they impose comply with the standard CEN- EN16325"
- Transposition by 30/6/2021

## EN16325: standard on guarantees of origin related to energy

- Drafted in 2013, updated in 2015
- Revision opened 7/2/2020 in CEN Joint Technical Committee 14 Working Group 5
- Aim:
  - Facilitate multi-energy carrier,
  - Update towards REDII,
  - Integrate improvements from practice

## **Updating the EN16325 standard (CEN standard)**



#### **CEN-CENELEC**

Revision process EN16325

- JTC14 WG5
- Subgroups for electricity, gas, hydrogen, heating&cooling
- Steering group
- Plenary meeting WG5 phrases "Recommendations"
- National standardisation committees decide by vote

#### **FaStGO**

Text proposal EN16325, arguments and consultation takeaways

- https://www.aib-net.org/news-events/aibprojects-and-consultations/fastgo/projectdeliverables - task 2
- Headlines:
- Based on EECS, though keep operational details flexibly adaptable between issuing bodies
- Generic GO system for multiple energy carriers
- Energy Carrier Conversion
- Extending the definition of disclosure beyond suppliers
- GO scheme assessment may be required by IB at new import
- Disclosure statements and supervision
- Consumer trust: Same scope for GO issuing and disclosure
- Financial fraud prevention



## Relationship EN16325 (CEN standard) and EECS



## EN16325:

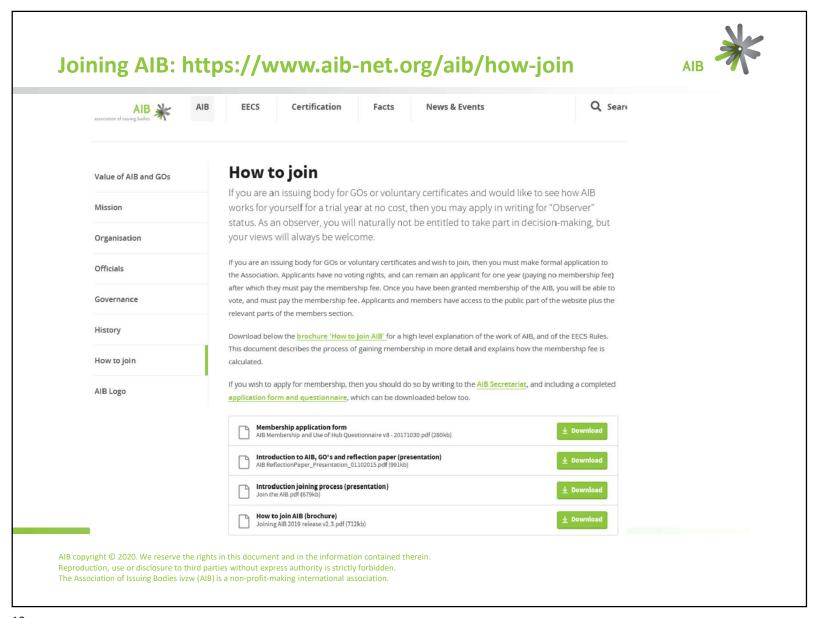
Principles for reliable GOs

- Being discussed in CEN, in addition to EECS today:
  - Data field on the GO "Type of Dissemination of the physical energy"
- GOs for heating and cooling new attributes e.g. temperature range
- Hydrogen blending into the gas grid
- Export & Import maintain same perimeter as in residual mix

## EECS:

Reliable and EFFICIENT operation

- EECS going beyond CEN
- Operational details, needing flexible adaptation
- IT facilitation of international transfers and joint needs
- Platform for sharing experiences
- Co-creation by issuing bodies
- Standard procedures for robust decision making

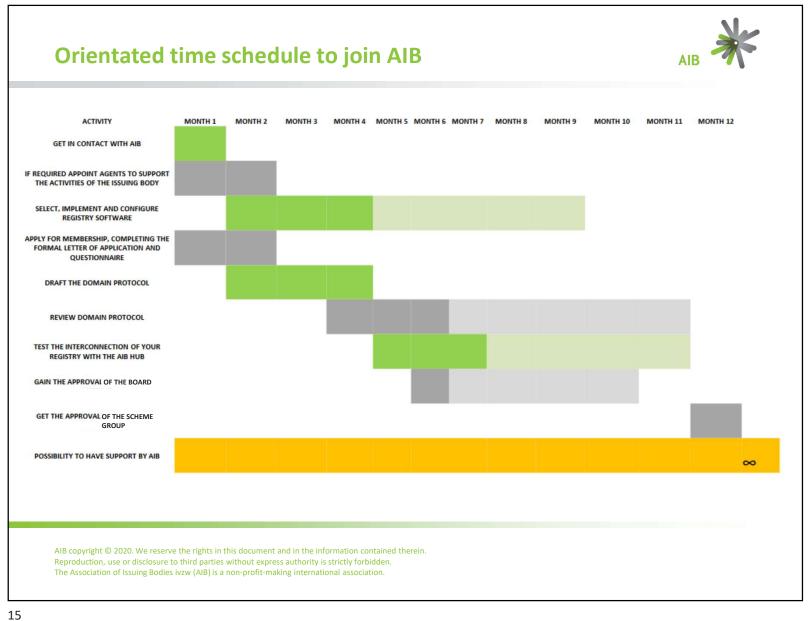


### Joining process – Scheme membership



The procedure for setting up an AIB infrastructure in a country is as follows:

- 1. **Appoint** an Issuing Body (but let's pretend that you are ALREADY an Issuing Body) start finding **insurance** check **disclosure legislation**
- 2. If required, appoint agents to support the activities of the Issuing Body
- 3. Select, implement and configure registry **software**(develop its own software or use commercially available software
- 4. Fill in the **Application form** and the Questionnaire(downloadable on the Website) and send it to the Secretary General
- 5. Draft a **Domain Protocol**, describing how the market will operate in your country
- 6. **Test** the interconnection of your registry with the AIB Hub
- 7. Gain the "approval" of the AIB Electricity Scheme Group
- 8. START registering plants, and issuing and transferring certificates



## **Membership Fees**





AIB is an Association financing itself via membership fees.

The membership fees intend to share the costs of providing services equitably between members (explained in detail in Joining Brochure).

### Before joining: observer status in AIB



- For Issuing Bodies (legislative or voluntary Certificates)
- Application to be sent to Secretary General or Board Chair
- Board grants Observer status
- Written Observer agreement incl. confidentiality and non-competition
- (Limited) access to website and meetings
- No voting rights
- First calendar year: free/cost-covering attendance fee
- After that: minimum membership fee (5,000 euro)

## Benefits of joining AIB (1/2)



EECS standard developed jointly by all members according to EU Directives, requirements of EN16325 and member needs

- Both EECS and the AIB Hub are continuously improved
- Harmonised certification with specifics for gas/electricity
- Independent decision making regarding specifics for gas/electricity
- Dealing with 1 Hub connection instead of a lot:
  - Cuts down prices
  - Reduces workload
  - More safe/reliable 58 eyes are much better than 2
- Part of a "accredited authority"
- Peer-to-peer exchange of RELIABLE information
- Continuous best practices training
- Strong networking
- Tailor-made advice and expertise

# Benefits of joining the AIB (2/2) Becoming and being a member of the AIB Tailor made Being part of the process advice and expertise AIB copyright © 2020. We reserve the rights in this document and in the information contained therein. Reproduction, use or disclosure to third parties without express authority is strictly forbidden. The Association of Issuing Bodies ivzw (AIB) is a non-profit-making international association.

# Let's move forward together...

You are welcome to become a member of the AIB... why not start as an observer?

Association of Issuing Bodies ivzw (AIB)
Visverkopersstraat 13, B-1000 Brussels, Belgium
Mobile: +32 (0)486 55 83 01
Enterprise number KBO BE0864.645.330 – RPR Brussels

www.aib-net.org info@aib-net.org



