



TAR NC in the Energy Community Contracting Parties- consultation and publication requirements

Increasing transparency of gas transmission tariff setting process- some aspects of TAR NC implementation

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#### Content



## TAR NC in the Energy Community CPs

- Adoption
- Transposition
- Implementation

# Consultation and publication requirements of TAR NC

- Periodic consultation and decision- making process
- Information to be published
- The role of the ECRB

## Tariff NC adoption and transposition



- Approved in November 2018
- Deadline for implementation end February 2020
- Deadline for decision on tariff methodology implementing TAR NC- 31 May 2021

Adoption and deadlines

## Transposition

- Albania
- Moldova
- North Macedonia (directly applicable)
- Ukraine

## Entry- exit tariffs in EnC CPs



#### Moldova

- entry- exit tariff methodology adopted
- temporary tariffs calculated on a yearly basis, but not for separate entries and exits

### North Macedonia

- entry- exit tariff methodology adopted
- •calculated tariffs not per entry/exit

#### Serbia

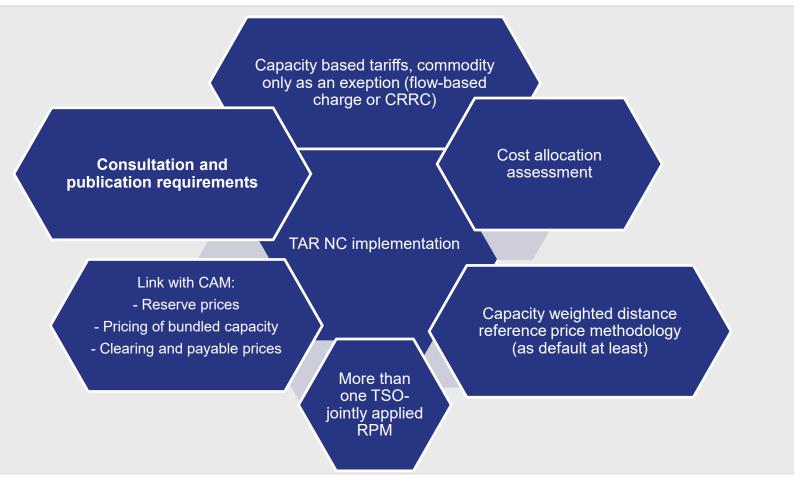
- Entry- exit tariff methodology in place
- Tariffs for both TSOs calculated for all entries and exits

#### Ukraine

- Entry- exit tariff methodology in place
- Tariffs
  calculated for all
  entries and exits
- Many provisions of TAR NC implemented

#### What needs to be done?





## Consultation –key 1 to transparency



## Periodic/final consultation (content)

- Description of the proposed RPM
- Justification and values of parameters related to technical characteristics of the system
- Value of adjustments for storage and LNG tariffs
- Indicative reference prices
- ❖ Details and results on cross-border cost allocation
- Assessment of proposed RPM against the requirements of Art.7
- If CWD not used, assesment of the chosen methodology against it
- Allowed revenu(s), e-e split, capacity-commodity split, intr-system/cross- system split
- Info on commodity charge and non- transmission services
- Tariff comparisons (previous and future tariff periods)
- ·Simplified tariff model

#### In parallel:

 Consultation on multipliers, seasonal factors, discounts on LNG and interruptible capacity tariffs with all directly connected MSs and CPs

## Periodic/final consultation (timeline)

- Final consultation opened for at least 2 months
- Consultation documents immediately forward to the ECRB for analysis
- ECRB has 2 months to send to the NRA/TSO and the ECS the conclusion of its analysis
- •1 month to publish consultation responses and their summary
- Within 5 months after the end of the final consultation, the NRA published a motivated decision and informs the ECRB and the ECS
- All to be concluded no later than 31 May 2021
- Tariffs applicable for the prevailing period at 31 may 2021 are applicable until the end of that tariff period

## Publication- key 2 to transparency



Publication requirements before the annual yearly capacity auction (for IPs):

- For firm capacity:
- reserve prices
- multipliers and seasonal factors with justifications,
- Seasonal factors and justification
- For interruptible capacity:
- reserve prices
- assessment of probability of interruption

Publication requirements before the tariff period

At least 30 days

before

- parameters for RPM related to technical characteristics
- allowed revenue with all elements
- ·year-to-year changes in allowed revenue
- splits- capacity-comodity, entry-exit, intra-systemcross-system
- info on reconcilliation if non- price cap regime applied
- •intended use of auction premium
- Values and information on derivation of: commodity tariffs, non- transmission tariffs, reference prices for points where there is no auction
- tariff comparisons (previous and future tariff periods within the regulatory period)
- simplified tariff model

Form of publication

- For ENTSOG members/observers:
- All information above, via link on ENTSOG platform
- Reserve prices and flow- based charges on ENTSOG platform
- For other CPs, on the TSOs' web pages

## Reporting and monitoring by ECRB and ECS



- ❖ Before 1 October 2021, the ECRB shall publish a report on methodologies amd parameters used to determine allowed/target revenue of TSOs
- NRAs to submit all necessary information

- ECS performs regular monitoring of how TSOs implemented TAR NC
- > TSOs to submit all information as required by the ECS

- ❖ By end August 2022, ECRB shall publish a report on the application of reference price methodologies in the Contracting Parties
- ECRB recommedation (optionally) on levels of multipliers for daily and withindays capacity products by October 2023



