

IMPLEMENTATION TIMELINE

When?	Activity
Q3-Q4/2022	Analysis of the new regulation, internal discussions
Q1/2023	EC-ENCS discussions on implementation and timing
Q2-Q3/2023	Coordination with EC, organization of workshop, discussions with the Contracting Parties Interservice Consultation on the Text and Decision
Q4/2023	Ministerial Council adoption of the adapted Regulation TEN-E 2022/869 Preparation of the PECEI selection process in 2024
Q1-Q2/2024	The new PECEI selection process, coordination of the groups, proposal of the list of Projects of Energy Community Interest
Q4/2024	Support for the Ministerial Council to adopt the list Transposition of the Regulation by the Contracting Parties
Q1/2025 and afterwards	Monitoring of the implementation, Support to CPs, Organisation of the process, coordination of the groups and preparation of proposals for the EnC list (every two years)

THE PEI - PMI PROCESS

By the decision of the Ministerial Council No 2021/11/MC-EnC, amending decision No 2015/09/MC-EnC on the implementation of Regulation (EU) No 347/2013, **the adoption of the Energy Community list** of energy infrastructural projects every two years **has been suspended** until a new TEN-E is enforce in the ENC.

In line with the Regulation 2022/859, Projects of Mutual Interest – **PMI selection process within the EU process** where, in line with the ToRs of the Regional Groups, the Secretariat is represented and remains ready to assist the CPs and Project Promoters.

Eligibility of PMIs for CEF under specific circumstances (CEF Regulation 2021/1153)

New PEI selection process to be implemented in 2024

New list to be adopted by Q4 2024 by the MC

Stakeholder WS planned for the new **PEI process** during **this autumn**

THE PECI - PMI PROCESS - PROJECTS

Note the **change in the eligible project categories** –

- Natural gas, oil infrastructure - *OUT*
- Smart gas grids - *NEW*
- Hydrogen Infrastructure (pipe, storage, other facilities)
- Electrolysers - *NEW*
- Electricity smart grids
- Electricity storage
- High-voltage overhead lines
- CO₂

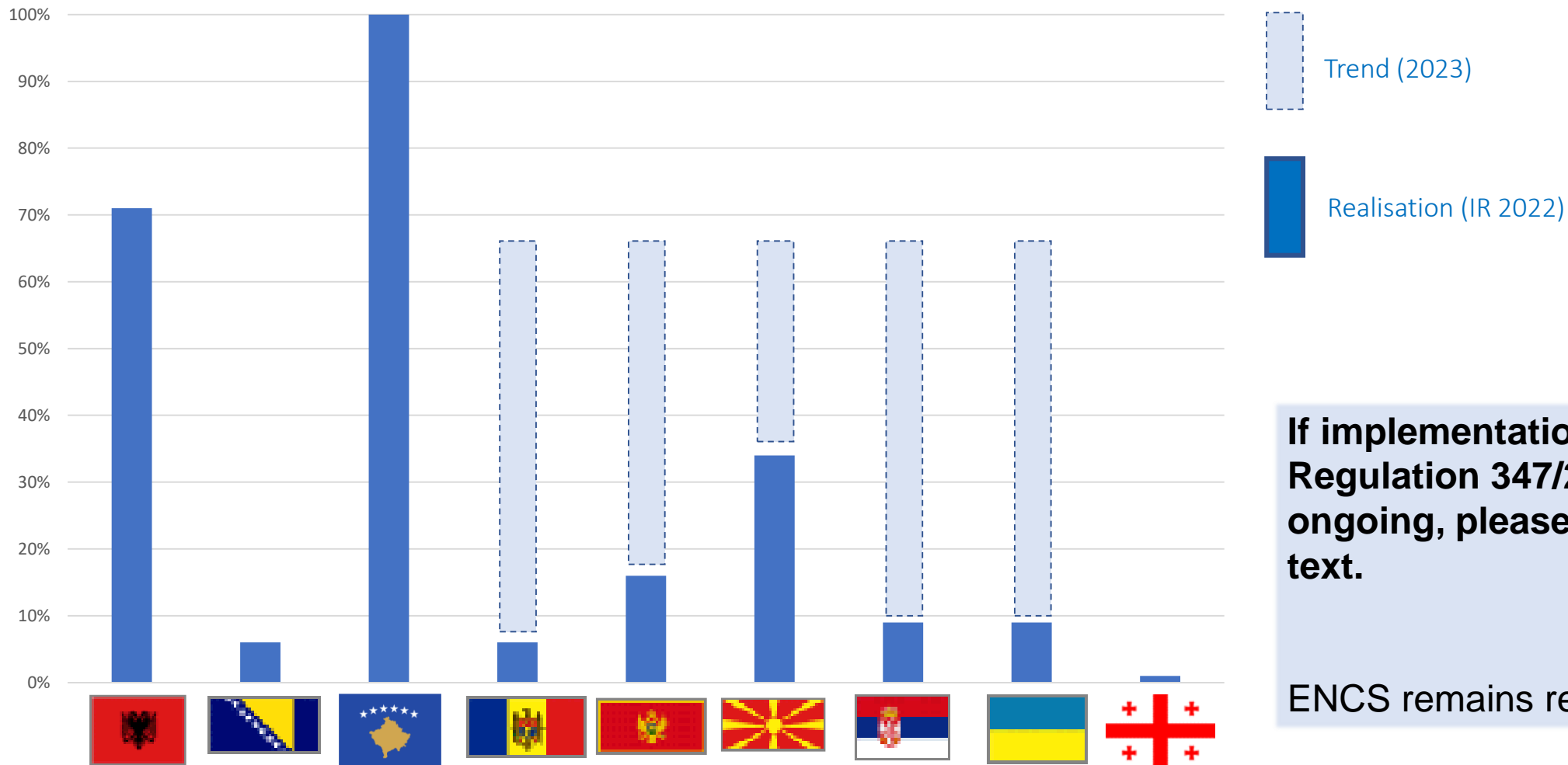
Enables the Contracting Parties to start adapting the energy infrastructure in line with the climate goals

Motivates forward looking project thinking

ECS is ready to assist also in defining projects – e.g. smart grids – conditions are new

ECS is ready to continue working with ENTSOG on CP cross-border project assessment - PMIs

Level of implementation (2022)



If implementation of the Regulation 347/2013 is currently ongoing, please consider the new text.

ENCS remains ready to consult

THANK YOU FOR YOUR ATTENTION

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OLD TEN-E*

*REGULATION (EU) No 347/2013 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 17 April 2013 on guidelines for trans-European energy infrastructure and repealing Decision No 1364/2006/EC and amending Regulations (EC) No 713/2009, (EC) No 714/2009 and (EC) No 715/2009

Union list of projects of common interest

PCI: A project necessary to implement the energy infrastructure priority corridors and areas set out in the Regulation.

REVISED TEN-E*

REGULATION (EU) 2022/869 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 30 May 2022 on guidelines for trans-European energy infrastructure, amending Regulations (EC) No 715/2009, (EU) 2019/942 and (EU) 2019/943 and Directives 2009/73/EC and (EU) 2019/944, and repealing Regulation (EU) No 347/2013

Union list of projects of common interest and projects of mutual interest

PCI + **PMI***

*A project promoted by the Union in cooperation with third countries

Article 4(2) on PMIs:

- the project is in line with **Policy objectives**;
- overall **benefits** outweigh its costs within the Union;
- the project is located on the **territory** of at least one Member State and on the territory of at least one third country and has a significant cross-border impact;
- high level of **convergence of the policy frameworks** of the third country:
 - a well-functioning internal energy market;
 - security of supply based, inter alia, on diverse sources, cooperation and solidarity;
 - an energy system moving towards the objective of climate neutrality;
- the third country involved **support** the priority status of the project and **commit** to complying with a similar timeline for accelerated implementation;

OLD TEN-E

REVISED TEN-E

Eligible infrastructure categories:

- **High-voltage overhead lines**
(cables \geq 150 kV; lines \geq 220 kV, Δ GTC \geq 500 MW)
- **Electricity storage** (U \geq 110 kV, 225 MW, 250 GWh/y)
- **Smart electricity grids** (U \geq 10 kV, TSOs and DSOs from 2 MS, to satisfy all criteria, 50 000 users, consumption 300 GWh/y, 20% covered by RES)
- **Gas pipelines, storage, LNG/CNG, other equipment**
- **Oil pipelines, pumping stations and storage**
- **Carbon-dioxide pipelines, facilities for liquefaction and storage**

- **High-voltage overhead lines**
(cables \geq 150 kV; lines \geq 220 kV, Δ GTC \geq 500 MW, **decreases isolation and Δ GTC \geq 200 MW**)
- **Electricity storage** (U \geq 110 kV, 225 MW, 250 GWh/y)
- **Smart electricity grids** (U \geq 10 kV, TSOs and/or DSOs from 2 MS, to satisfy at **least two** criteria, 50 000 users, consumption 300 GWh/y, 20% covered by RES)
- **Offshore grids** (cables \geq 150 kV; lines \geq 220 kV)
- **Smart gas grids, Hydrogen pipelines, storage, other equipment and facilities, Electrolysers** (at least 50 MW of capacity)
- **Carbon-dioxide pipelines, facilities for liquefaction and storage**

OLD TEN-E

Criteria for smart grid candidate PCI

(contributes to all)

- integration and involvement of network users with new technical requirements with regard to their electricity supply and demand;
- efficiency and interoperability of electricity transmission and distribution in day-to-day network operation;
- network security, system control and quality of supply;
- optimised planning of future cost-efficient network investments;
- market functioning and customer services;
- involvement of users in the management of their energy usage;

REVISED TEN-E

Criteria for smart grid candidate PCI / PMI

(contributes to **at least two**)

- security of supply, including through efficiency and interoperability of electricity transmission and distribution in day-to-day network operation, avoidance of congestion, and integration and involvement of network users;
- market integration;
- network security, flexibility and quality of supply;
- smart sector integration, through linking various energy carriers and sectors, or in a wider way, favouring synergies and coordination between the energy, transport and telecommunication sectors;

OLD TEN-E

Criteria for hydrogen projects

- No provisions

REVISED TEN-E

Criteria for hydrogen projects

Article 4(3)(d)

*The project contributes significantly to **sustainability**, including by reducing greenhouse gas emissions, by enhancing the deployment of renewable or low carbon hydrogen, with an emphasis on hydrogen from renewable sources in particular in end-use applications, such as hard-to-abate sectors, in which more energy efficient solutions are not feasible, and supporting variable renewable power generation by offering flexibility, storage solutions, or both, and the project contributes significantly to at least one of the following specific criteria:*

- **market integration**, including by connecting existing or emerging hydrogen networks of MSs, or otherwise contributing to the emergence of an Union-wide network for the transport and storage of hydrogen, and ensuring interoperability of connected systems;
- **security of supply and flexibility** [...];
- **Competition** [...];

OLD TEN-E

Criteria for electrolyzers

- No provisions

REVISED TEN-E

Criteria for electrolyzers (contributes to all)

Article 4(3)(e)

- **sustainability**, including by reducing greenhouse gas emissions and enhancing the deployment of renewable or low-carbon hydrogen in particular from renewable sources, as well as synthetic fuels of those origins;
- **security of supply**, including by contributing to secure, efficient and reliable system operation, or by offering storage, flexibility solutions, or both, such as demand side response and balancing services;
- **enabling flexibility services** such as demand response and storage by facilitating smart energy sector integration through the creation of links to other energy carriers and sectors;

OLD TEN-E

Smart gas grid projects

- No provisions

REVISED TEN-E

Smart gas grid projects (contributes to at least one criteria)

Article 4(3)(f)

*the project contributes significantly to sustainability by ensuring the integration of a plurality of **low-carbon and particularly renewable gases**, including where they are locally sourced, such as biomethane or renewable hydrogen, into the gas transmission, distribution or storage systems... and following specific criteria:*

- ***network security and quality of supply [...];***
- ***market functioning and customer services;***
- ***facilitating smart energy sector integration through the creation of links to other energy carriers and sectors and enabling demand response.***

OLD TEN-E

REVISED TEN-E

Annual report

Project promoters shall submit an annual report to the national competent authority and the Agency/respective Group by 31 March of each year following the year of inclusion on the list.

3 months after that the Agency submits a consolidated report to the Groups.

Project promoters shall submit an annual report to the national competent authority by **31 December** of each year following the year of inclusion on the list.

By **28 February** of each year the competent authorities shall submit the report to the Agency and to the relevant Group.

By **30 April** of each year in which a new Union list should be adopted, the Agency shall submit to the Groups a consolidated report.

OLD TEN-E

REVISED TEN-E

Scenarios for TYNDP, identification of infrastructure gaps

- No provisions

Two chapters added:

- Scenarios for the ten-year network development plans
- Infrastructure Gaps Identification

Offshore grids

- No provisions

Two chapters added:

- Offshore grid planning
- Offshore grids for renewable energy cross-border cost sharing

OLD TEN-E

REVISED TEN-E

Eligibility of projects for Union financial assistance

- Electricity, gas and CO2 projects with PCI label were eligible for Union financial assistance for studies
- Electricity and gas projects (except PSHPP) were eligible for Union financial support for works under specific conditions:
 - CBA positive (evidence of significant positive externalities, such as security of supply, solidarity or innovation)
 - CBCA decision
 - Commercially not viable

Adoption for the EnC:

- Pre-Accession Assistance (IPA)
- Neighbourhood Investment Facility

- **All** projects with PCI label are eligible for Union financial assistance for studies
- PCIs (**except electrolysers but with PSHPP**) eligible for Union financial support for works under specific conditions:
 - CBA positive (evidence of significant positive externalities, such as security of supply, **flexibility**, solidarity or innovation)
 - CBCA decision
 - Commercially not viable

Eligibility of PMI projects to approach CEF: **yes** under specific conditions

- To comply with certain provision of the CEF Regulation (2021/1153)
- To have positive CBA, CBCA, commercially not viable
- To contribute significantly to Union's overall energy and climate policy objectives