



Electricity market coupling between Montenegro and Italy

CCR ITME and Local
Implementation Project

June, 2024.



Normative framework

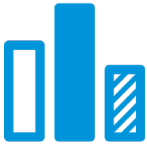
Transposition of Electricity Integration Package



- ✓ After the Decision of the Ministerial Council of the Energy Community from December 2022, CGES submitted to the relevant ministry and the regulatory agency draft regulations aimed at the transposition and implementation of five network codes (**FCA, SOGL, CACM, E&R and EBGL**).
- ✓ Bearing in mind the ongoing activities, the expectation is that **in the end of 2024, the adapted EU Electricity Integration Package will be transposed into the national legislation of Montenegro.**

Capacity calculation region

CCR ITME

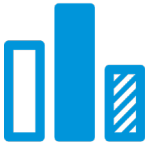


- ✓ With the **adapted CACM regulation**, **capacity calculation region CCR ITME** was **established** on the border of Montenegro and Italy.
- ✓ With the support of the Secretariat of the Energy Community and the ENTSO-e association, **CGES** and **TERNA** started activities aimed at **operationalising** this **CCR**.
- ✓ **CGES** and **TERNA** formed the **Governing Body** at the beginning of this year that will **oversee** the **ITME CCR operationalisation** process, as well as the **Technical Team**, which is in charge of **preparing** the draft **methodologies** and **terms and conditions**.



Capacity calculation region

CCR ITME



- ✓ CGES and TERNA are currently in the phase of harmonizing the **final draft** of the **methodology for capacity calculation**, which will **soon** be ready for approval by the regulators of the two countries.
- ✓ In the near future the Technical Team will start activities on the preparation of **methodology for redispatching and countertrading** and **the methodology for costs sharing** of RD and CT.
- ✓ CGES and TERNA, together with the regulators of Montenegro and Italy, formed the **ITME Implementation Team** which, among other things, will be in charge of **coordinating and monitoring** the activities carried out by the two TSOs in order to **operationalise the CCR ITME**.



Local implementation project

LIP Montenegro-Italy



- ✓ The activity carried out by CGES for market coupling between Montenegro and Italy within the framework of the Single Day-Ahead Market (SDAC) refers to the establishment of **the local implementation project** Montenegro-Italy through the membership of CGES and Montenegrin Power Exchange (BELEN) in the project **Italian Border Working Table (IBWT)**.
- ✓ On 29th April 2024, CGES and BELEN jointly sent to REGAGEN (Montenegrin NRA) **the letter of request to include the IT-ME border** into the **IBWT project** in order to **implement the IT-ME market coupling** within the SDAC activities.
- ✓ On 15th May 2024, **REGAGEN** provided to **Italian NRA (ARERA)** with the CGES' and BELEN's **letter of request to include the IT-ME border** into the **IBWT project**.
- ✓ On 30th May 2024, **BELEN** has been **designated** as the **Nominated Electricity Market Operator (NEMO)** by the Government of Montenegro.
- ✓ Upon receiving the Letters of comfort from all IBWT NRA's, **CGES** and **BELEN** will send to the **Steering Committee of IBWT** the **request to adhere** to the IBWT project in order to establish **the local implementation project Montenegro-Italy**.





**Thank you
for your attention!**