





DA/ID CCM Approval CCR Nordic

December 4 2020





- Second amended proposal to CCM received on April 17 2020
 - First flow based methodology approval already in July 2018
 - Second approval (following RfA by NRAs) in December 2019
- Agreement to approve by DUR, EV and Ei 14 October 2020
 - National decisions in the days following
- Accompanied by a side-letter
- NVE was formally not a part of the process



Side-letter background

- The introduction of flow based will involve a significant change in how the market works
- Stakeholders need sufficient opportunity to understand the transition as well as transparency in the introduction
- The operational functioning of the methodology needs to be tested
 - Routines, systems etc need to be in place and sufficiently tested
 - Capacity calculation processes need to work with all other links in the market coupling process
- Introduction of a final checkpoint for go-live



The checkpoint

- TSO evaluation report
 - At least 5 months into the parallel runs, but TSOs can choose to wait until later
 - Including stakeholder consultation and feedback
 - Assessment of key criteria (resembling some of the KPI's)
 - Use of fallback measures
 - Structural delays of delivery and/or publication of flowbased parameters
 - Socioeconomic welfare
 - Effect on intraday market



The checkpoint cont'd

- The assumption of NRAs is that the TSO report will show that the functioning of the methodology works sufficiently well
 - Start final 6 months of parallel runs and ultimately go-live
- If the results presented in the report indicate that one or more criteria are not met – NRAs will issue joint decision to prolong parallel runs
 - TSOs to improve the operational implementation
 - NRAs can also request amendment of the methodology (always possible)
 - New report covering at least 3 consecutive months using an improved version