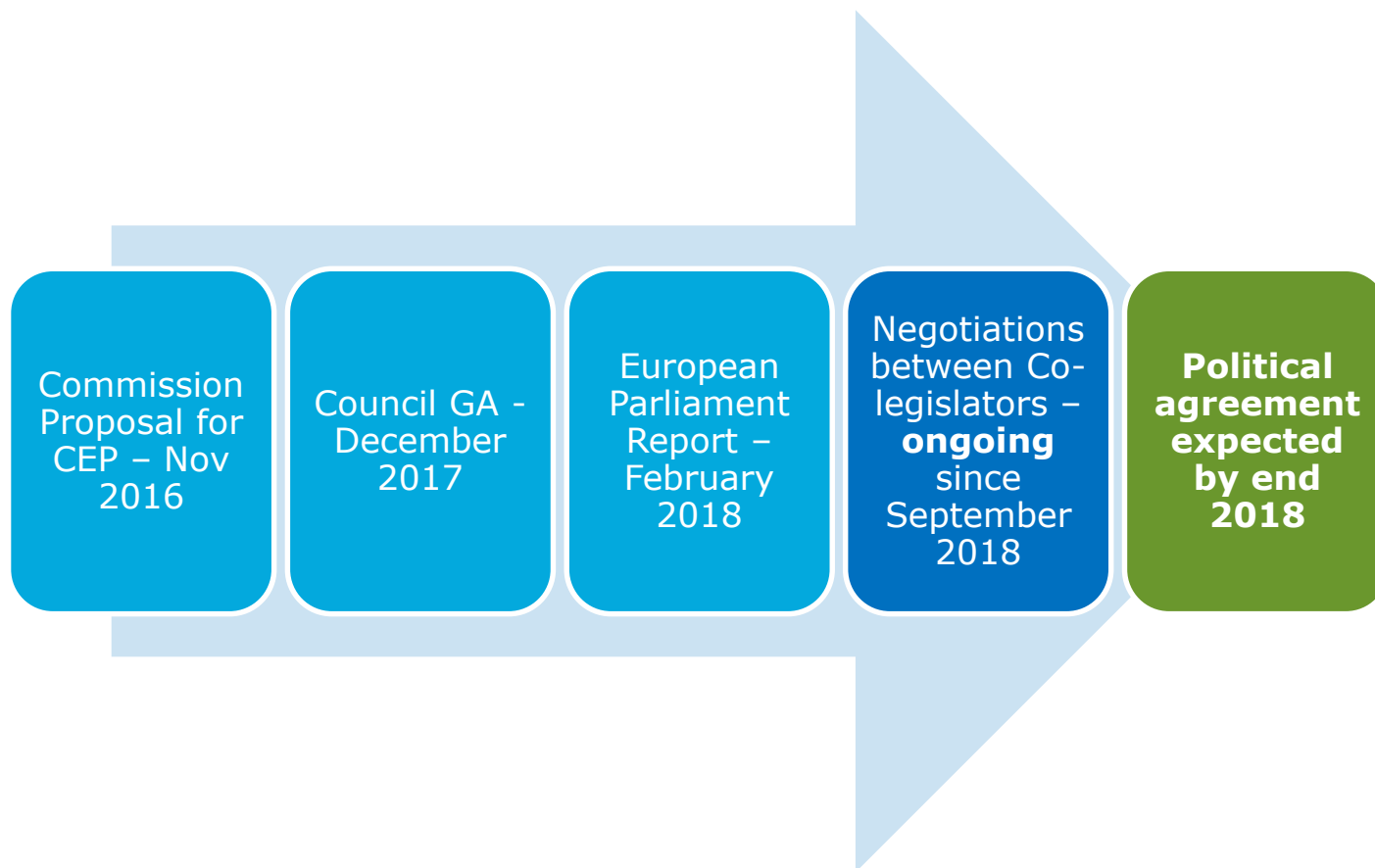




The future of Regional Security Coordinators

Power Coordination Europe – 16 October 2018

Future of Regional Security Coordinators (RSCs): where do we stand in the legislative process for the recast Electricity Regulation?



The future of RSCs in the Clean Energy Package

Electricity Regulation, Arts. 32-44 & Annex 1

Block # 1

Framework &
timeline for
implementation

Block # 2

Geographic scope

Block # 3

Additional
coordination
functions

Block # 4

Decision-making
competences

Block # 1 – Framework & timeline for implementation

Commission

- Establishment of *Regional Operational Centres* (ROCs)
- Legal personality
- Legal seat in the EU
- ROCs to supersede RSCs
- Timeline: 1 year EIF, following implementation of RSCs in NCs/GLs

European Parliament

- Establishment of *Regional Coordination Centres* (RCCs)
- Legal personality
- Legal seat in the EU
- RCCs to supersede RSCs
- Timeline: 1 year EIF, following implementation of RSCs in NCs/GLs

Council

- Enhance existing RSC framework with additional features
- Legal personality
- Ambiguity regarding legal seat
- Timeline: 1 year EIF to submit proposal + deadline by 2025 for implementation

Block # 2 – Geographic scope

Commission

- ‘System operation regions’ to be defined by ENTSO-E, based on technical criteria (and subject to ACER approval)
- Single ROC performs all functions for a given region

European Parliament

- Endorses Commission proposal

Council

- System operation regions based on geographic scope of RSCs in SO GL
- TSOs in a region may be coordinated by more than one RSC

Block # 3 - Coordination functions

Commission

- RSC functions +
 - Role in sizing & procurement of balancing reserves
 - Risk preparedness
 - Emergency & restoration
 - Training and certification
 - Optimisation of inter-TSO payments
 - Calculate max. foreign capacity limits

European Parliament

- Mostly endorses Commission proposal:
 - Introduces limitations to facilitation of procurement of balancing reserves
 - Adds new task relating support to identification of new transmission capacity

Council

- Keeps RSC functions
- Deletes balancing tasks
- Deletes on optimization of inter-TSO payments
- Introduces limitations on emergency and restoration tasks

Block # 4 – Decision-making competences

Commission

- Decisions re four selected functions
- Recommendations for remaining functions
- Based on a "cooperative approach": active involvement of TSOs
- TSOs can deviate if ROC decision compromises safety of the system
- Liability scheme

European Parliament

- Decisions re two selected functions
- Recommendations for remaining functions
- Based on a "cooperative approach": active involvement of TSOs
- TSOs can deviate if RCC decision compromises operational security
- Liability scheme

Council

- RSCs will issue 'coordinated actions' re two functions
- Recommendations for remaining functions
- Based on a "cooperative approach": active involvement of TSOs
- TSOs can deviate if RSC coordinated action compromises operational security
- Liability scheme

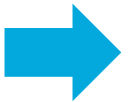
To sum up...



Broad consensus on need to strengthen regional TSO cooperation



Generally, the positions of the co-legislators are quite close to each other



Co-legislators will need to find agreement regarding elements such as...

- Name & type of framework**
- Timeline**
- How to define the geographic scope**
- Tasks**

Regional cooperation of TSOs beyond CEP...

