



European Commission DG Energy and Transport



Florence mini-forum

Introductory remarks

Riga 14.2.2005

Matti Supponen
Electricity and Gas Unit
Matti.Supponen@cec.eu.int





Mandate of mini-fora



Florence 11th meeting conclusions:

- **“The mini-fora aim to provide a plan and detailed timetable for the introduction of at least day-ahead coordinated market based mechanisms, such as auctions”.**
- **Input for congestion management guidelines**





Issues to address in the Baltic States mini-forum

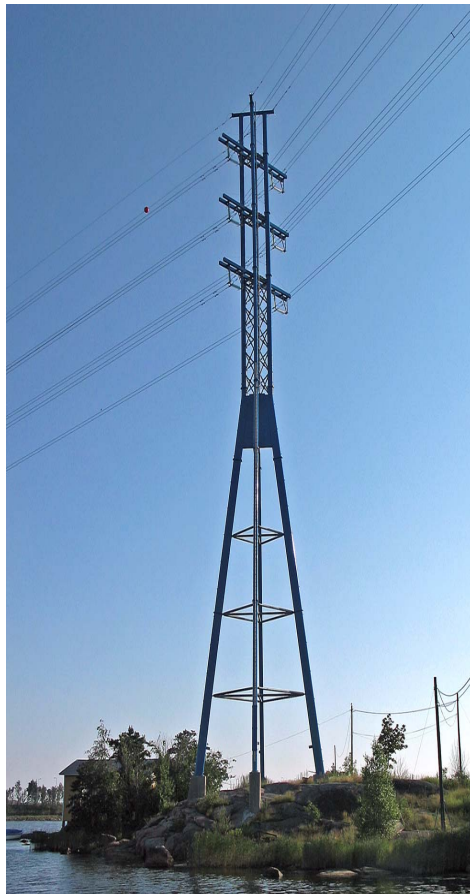


- **Development of a common Baltic market place**
- **Trade with third countries**
- **Transparency**
- **Secure network operation**

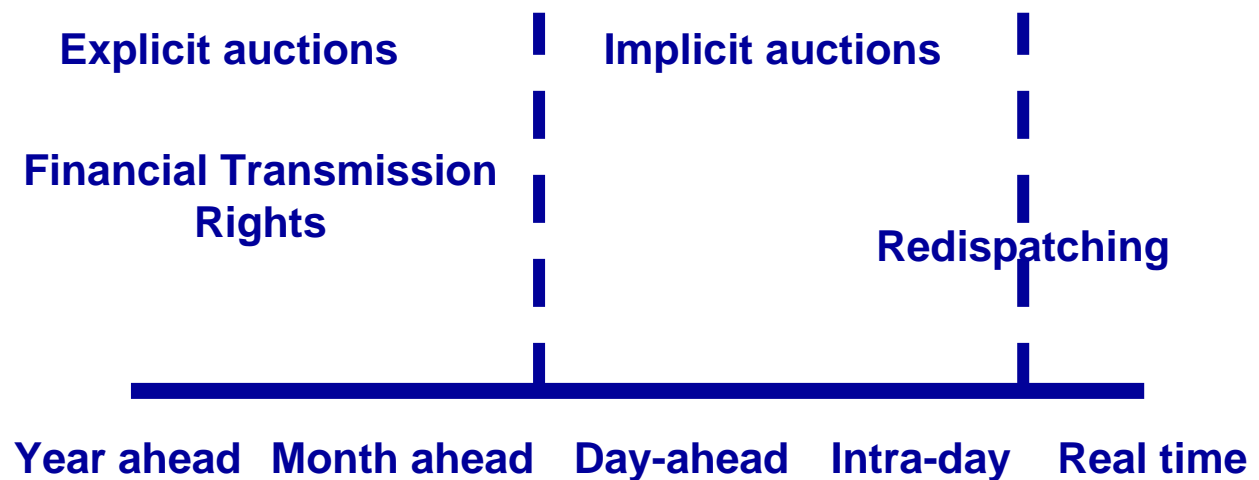




Choice of the congestion management method

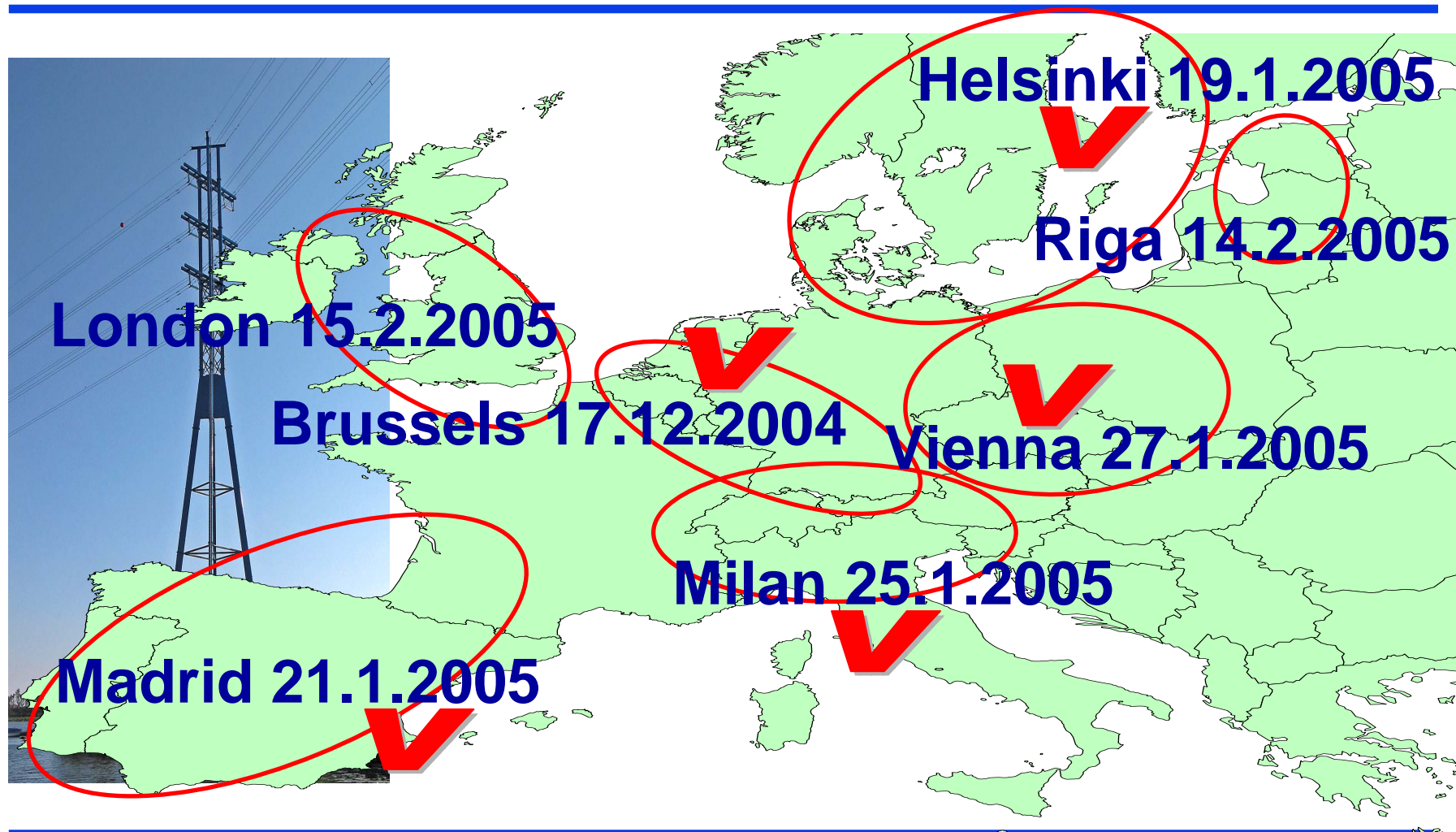


- **Explicit auctions for longer term capacity allocation**
- **Implicit auctions for shorter term capacity allocation**
- **Redispatching for “finetuning” and for secure network operation**





Mini-fora





Results from previous mini-fora



Brussels 17.12.2004

- **Market coupling France-Belgium-Netherlands**
- **EEX presented “Open Market Coupling (OMC) concept**

Helsinki 19.1.2005

- **Working group on market coupling pilot between Denmark and Germany (KONTEK cable)**
- **Monitoring of merchant lines by regulators**

Madrid 21.1.2005

- **Regulators agreement on a three step approach to introduce market coupling between France and Spain**
- **Iberian market concept exists, waiting for government decisions**

Milan 25.1.2005

- **Status of the current practise**
- **Working group of regulators to work on future congestion management methods**

Vienna 27.1.2005

- **Co-ordination of capacity allocation between 7 TSOs.**
- **Further work on implicit auctions**





Commission's expectations



- **Concrete results**
- **Further work on specific items**
- **No delay for initiatives that are ready to move forward**

Documents published on:

- http://europa.eu.int/comm/energy/electricity/florence/mini_fora_en.htm





Issues regarding Internal Electricity Market



- **Enforcement of the current legislation**
- **Guidelines**
- **Security of supply and security and reliability rules**
- **New Commission:**
 - ◆ **Market power?**
 - ◆ **More powers to regulators?**
 - ◆ **More unbundling?**
 - ◆ **Infrastructure?**

