Regional Coordination to Enhance Security in in Europe

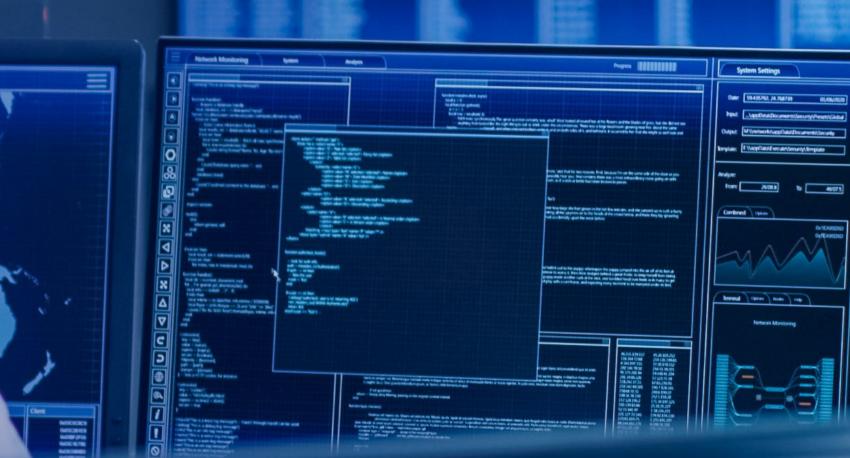
The SEleNe CC in Thessaloniki

Yannis Kampouris Chair of the BoD and CEO, SEleNe CC – Southeast Electricity Network Coordination Center

13th SE Europe Energy Dialogue | IENE

Thessaloniki 17.06.2022







Towards the Integration of Electricity Market in EU

- stable policy lines for Europe last decades;

- High degree of harmonization already (Grid Codes, Market rules, common capacity auctions etc.);
- Increased risks due to high RES, market behavior, bulk power transfers etc;
- improve security;
- Pan-European Legislation on Security and transmission capacities;
- The Clean Energy Package (CEP) is the next important implementation.

Environmental targets, RES exploitation and Integration of an Internal Electricity Market consist the Main and

Harmonization of legislation through energy policy "Packages" (Regulations adopted by the European Parliament);

Specific targets for Emissions, Renewables, Energy conservation and Interconnectivity have ben set;

Common market structure (Target Model) to allow for Market coupling – the crucial role of interconnectors;

The crucial role of TSOs and ENTSO-E; ENTSO-E is the crucial facilitator of the implementations to ensure and

The 3rd package led to market coupling in all EU and started to treat security as a global manner;





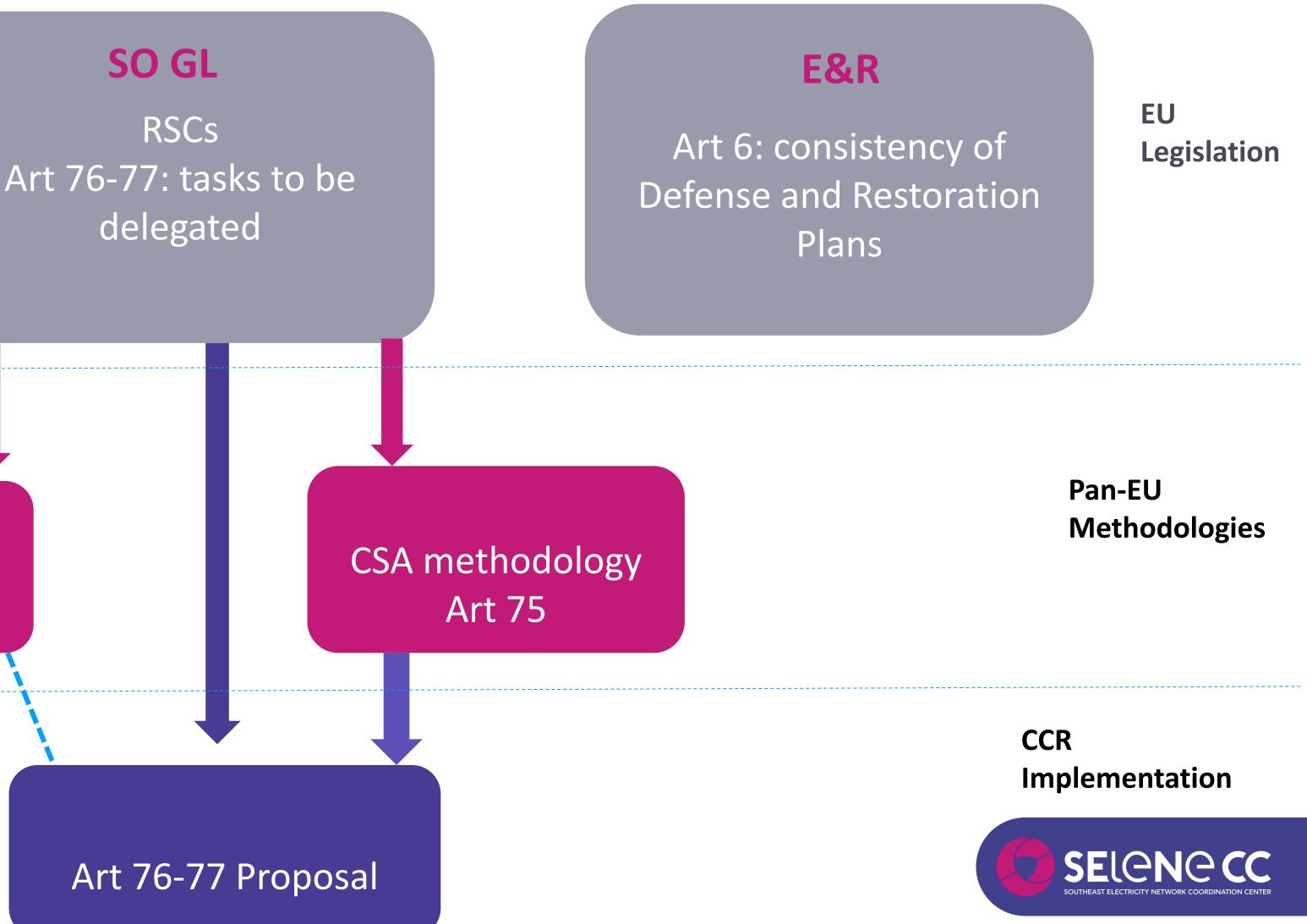
Relevant Regulations and secondary Legislation

CACM & FCA

Transmission Capacity Calculator SO GL

CGM methodologies

Capacity Calculation methodology



Internal Electricity Market sequence

Capacity Calculation – TSO/RSC

Forward Capacity Allocation - TSO

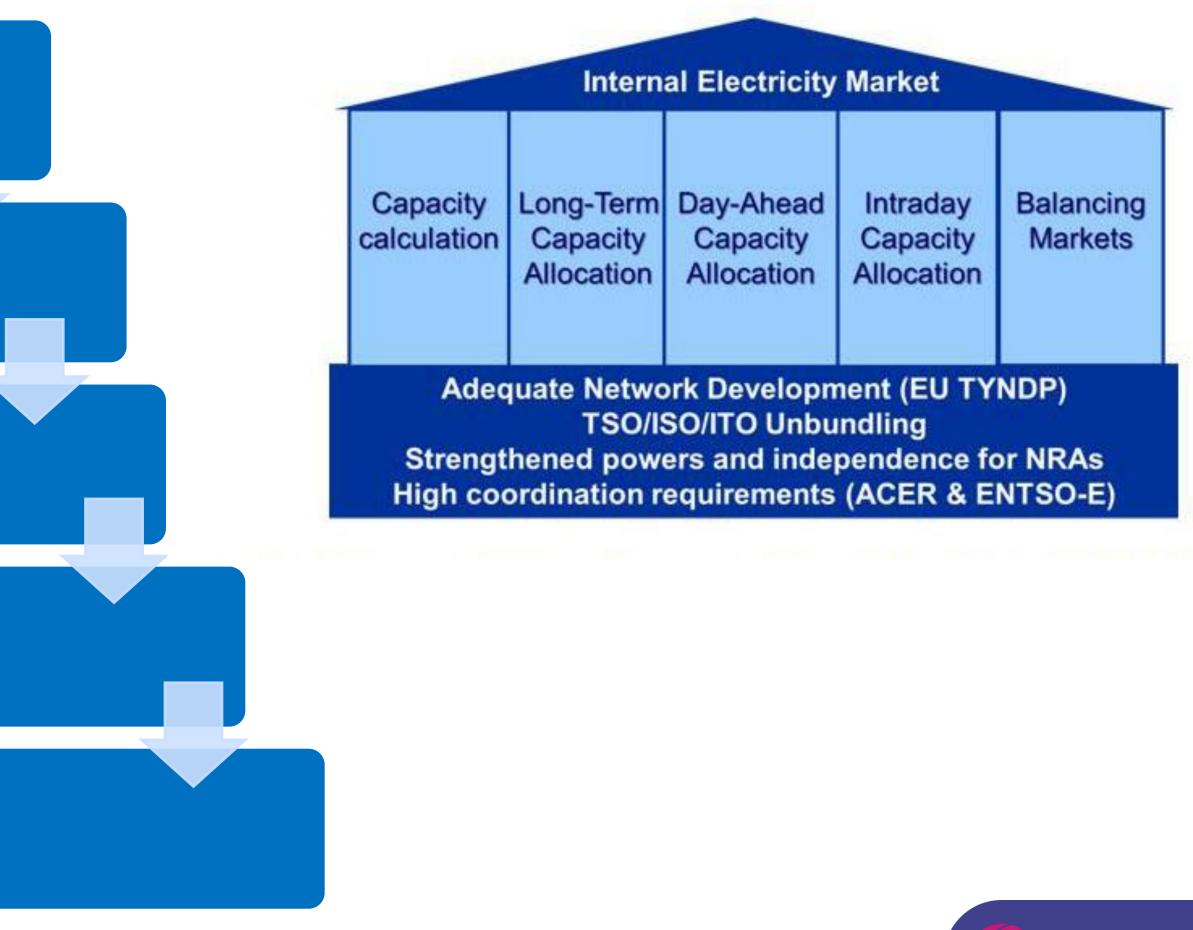
Day Ahead Market - NEMO

Intra Day Market - NEMO

Balancing Market - TSO

13th SE Europe Energy Dialogue | IENE

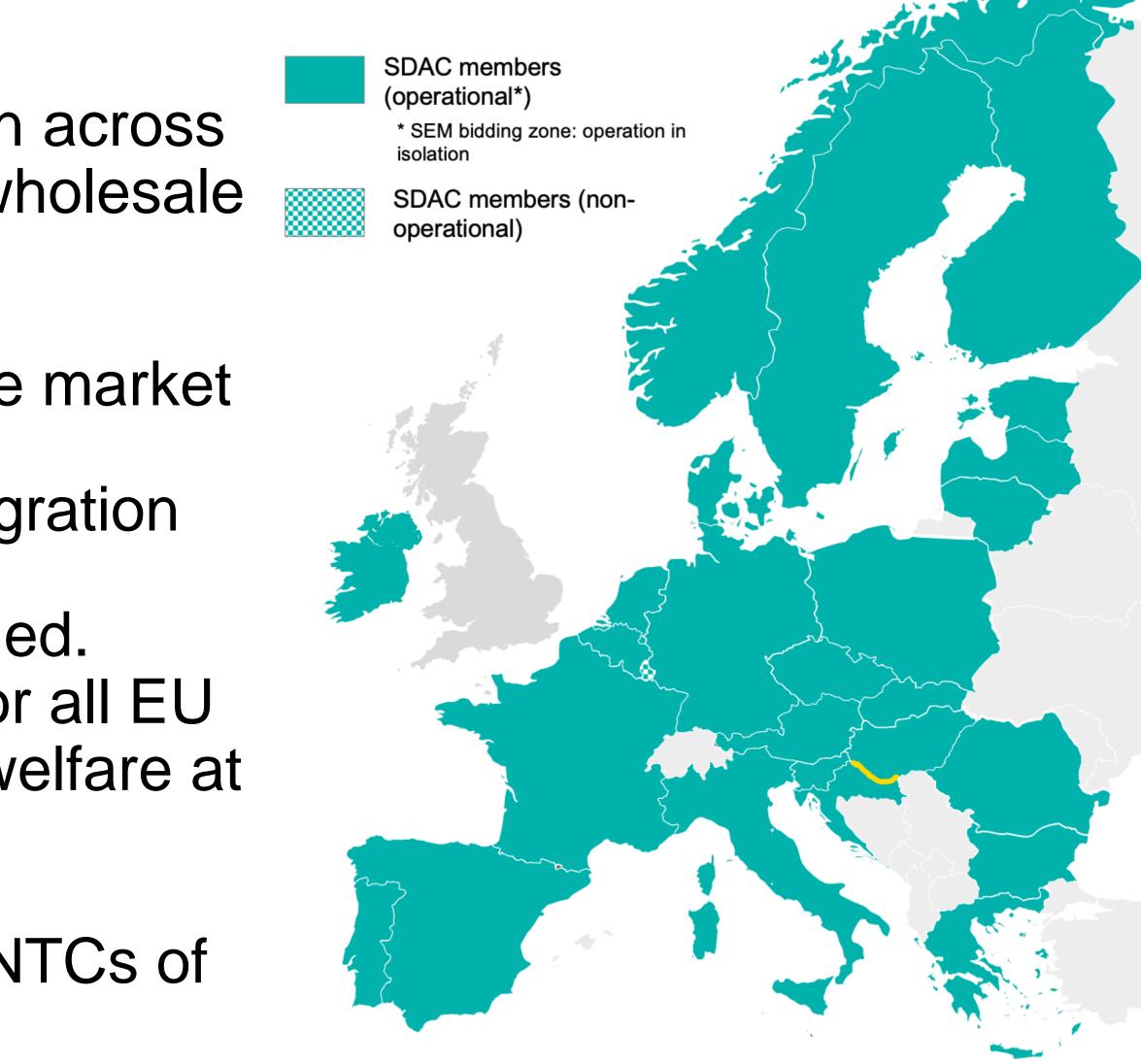
()(́≺





Market Coupling: A major step for market integration

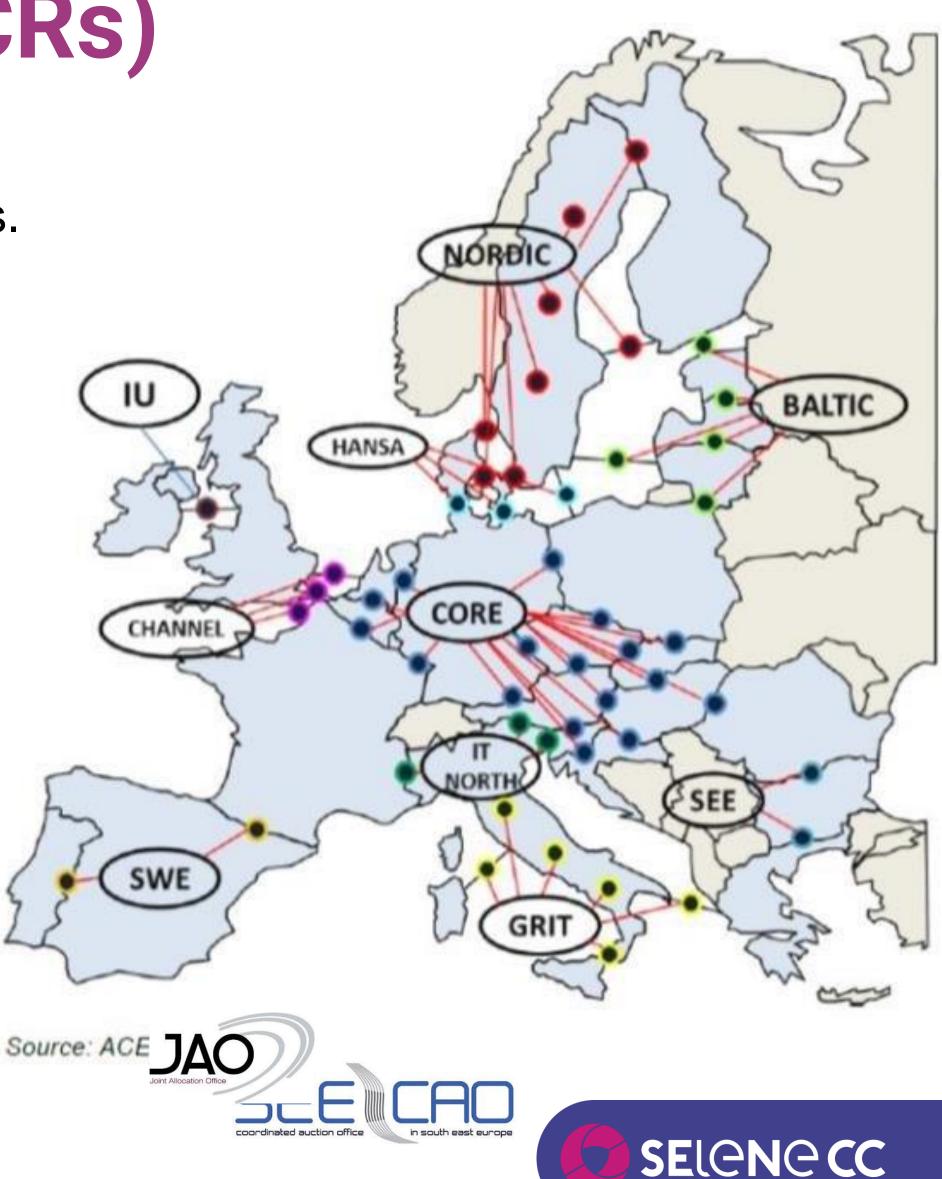
- Target: Use the cheapest generation across the continent → A unique price on wholesale markets.
- Pan-European algorithm to solve the market
- Interconnectors set limits in the integration
- By 2021 all markets in EU are coupled. Common algorithm for the market for all EU territory so that to maximize social welfare at Pan European level;
- Necessary to know in advance the NTCs of the interconnectors;





Bidding Zones (BZ) and Capacity Calculation Regions (CCRs)

- Bidding zones: geographical areas with no systematic congestions. One TSO may consist of more than one BZ (e.g., Italy);
- Capacity Calculation regions: the interconnectors among bidding zones. Need to calculate prior to the operation day the secure transfer limit;
- Markets coupled through the interconnectors;
- Numerous CCRs recognized by ACER in EU territory;
- The calculation of the transfer capacities crucial for the market operation;
- Common methodologies per CCR: ATC or flow based;
- Capacity calculations per year/ month/ day to estimate the ATC & NTC.





Regional Security Coordinators (RCSs) at a glance 6 RSCs

- RSCs are companies owned by TSOs (established under the 2017/1485 EU Regulation – SOGL).
- An important step towards "coordinated security" in Europe
- Mission:

06

- to perform services for the TSOs under a broader view of the network at the regional level
- to enhance security under the new challenging environment: facilitation of the European electricity market/ large RES penetration
- No more than 6 RSCs in Europe

13th SE Europe Energy Dialogue | IENE

Coreso (2008) TSCNET (2008) SCC (2015)

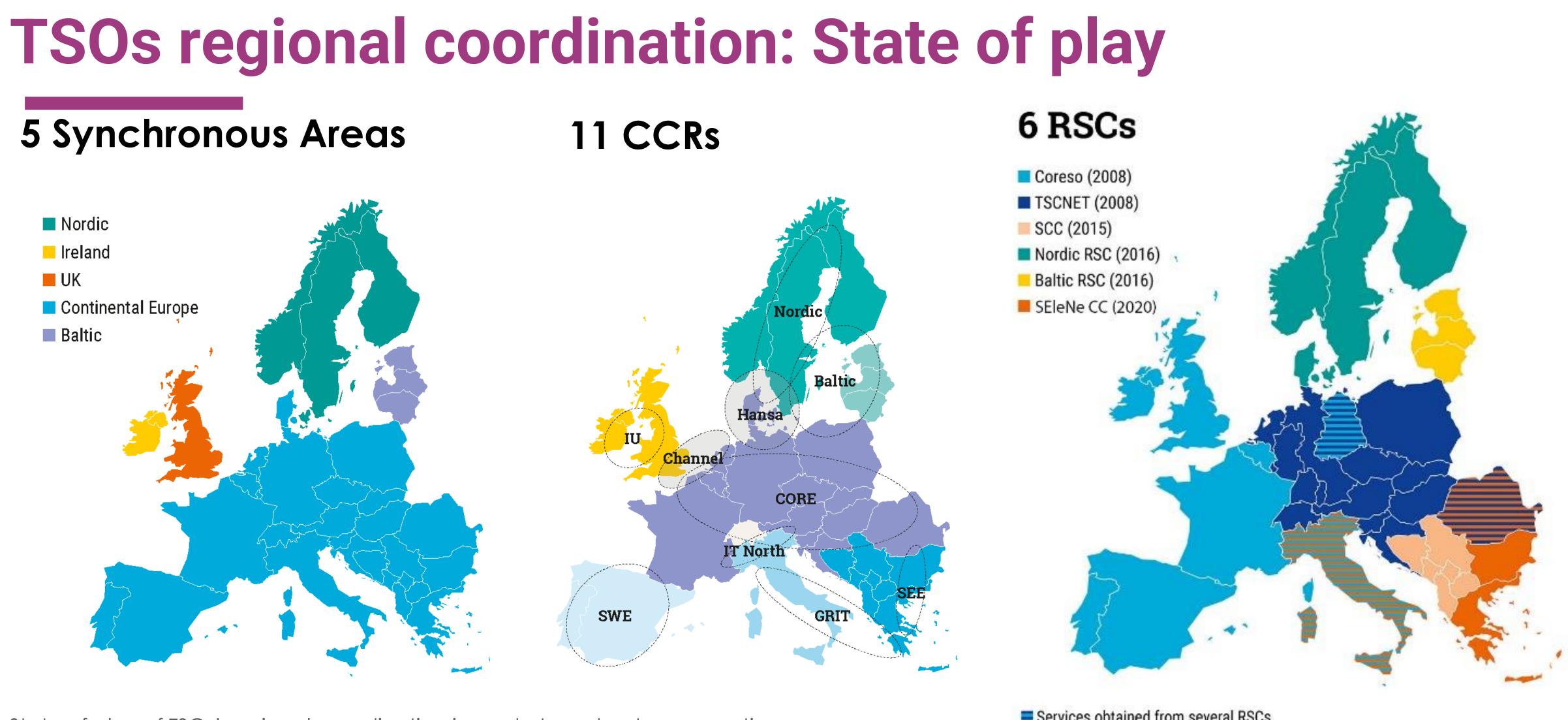
- Nordic RSC (2016) , Baltic RSC (2016)
- SEleNe CC (2020)

Services obtained from several RSCs



5 Synchronous Areas

08



State of play of TSOs' regional coordination in markets and system operations. Source: Joachim Vanzetta, Chair of the Board, ENTSO-E, Enhanced TSO coordination for Europe, RSC Conference, Copenhagen, October 2019

13th SE Europe Energy Dialogue IENE

Services obtained from several RSCs



Evolution of regional coordinated services

Capacity calculation

1. European data model delivery (Individual Grid Models from TSOs → Common Grid Model)

2. Security Analysis (focus: flows)

3. Regional Capacity Calculation (input for day ahead markets),

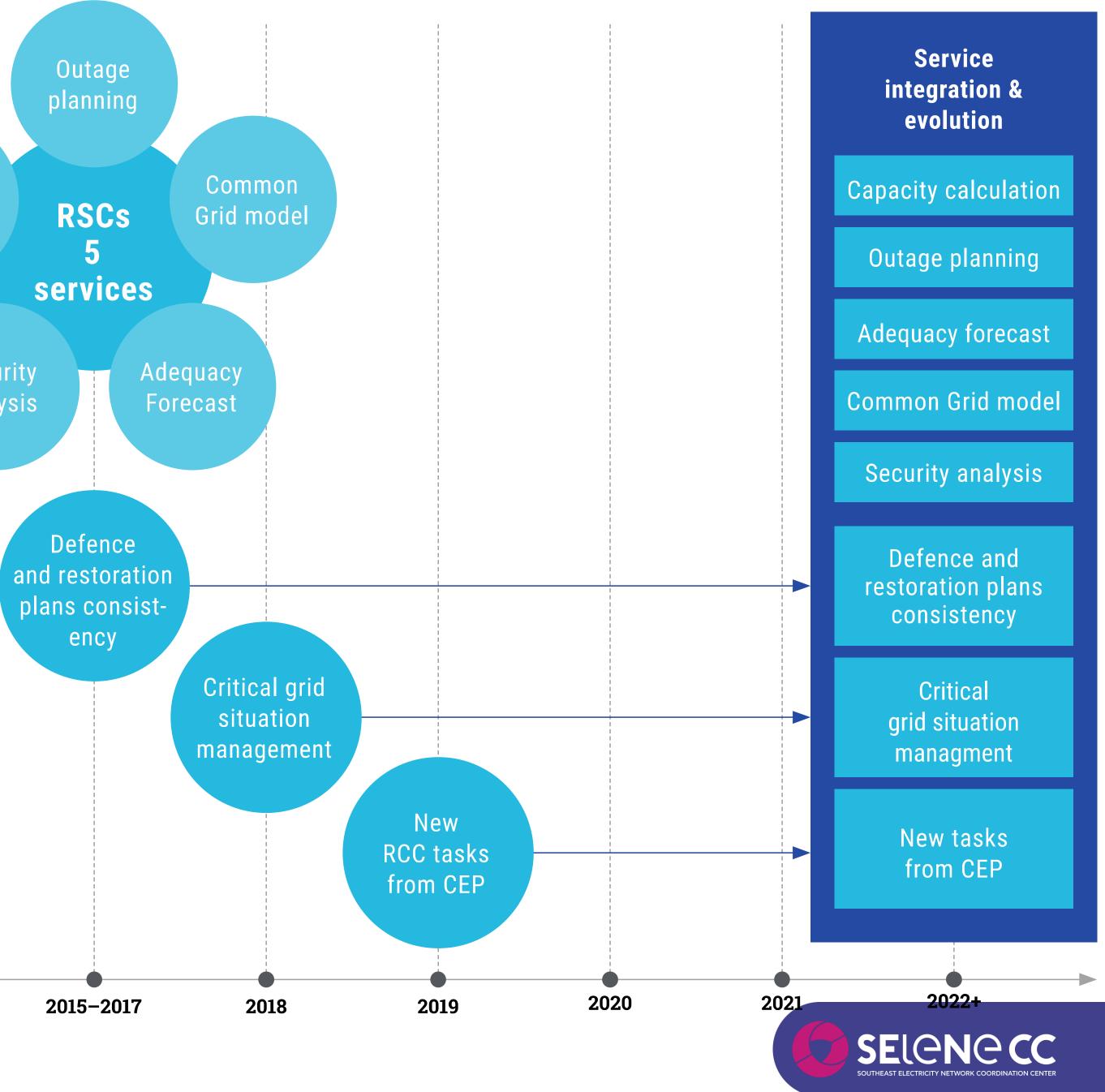
4. Short-term Adequacy (short term match generationload; availability of MW's; link with balancing)

5. Outage planning coordination(optimized use of assets, incl PST (Phase Shifter Transfo) and HVDC coordination)

6. Coordination in Management of Emergencies (Under development)

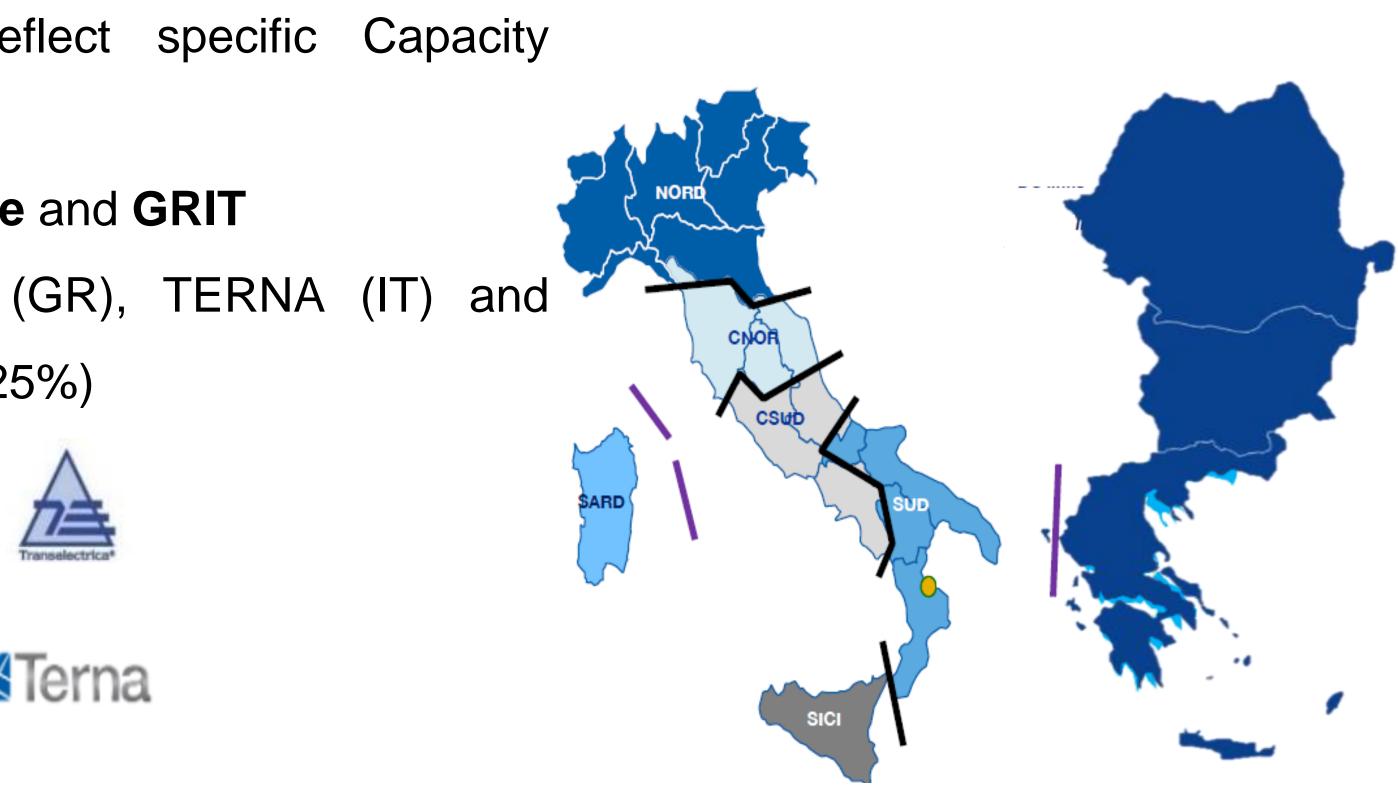
RSCs issue **recommendations** to the TSOs.

Security analysis

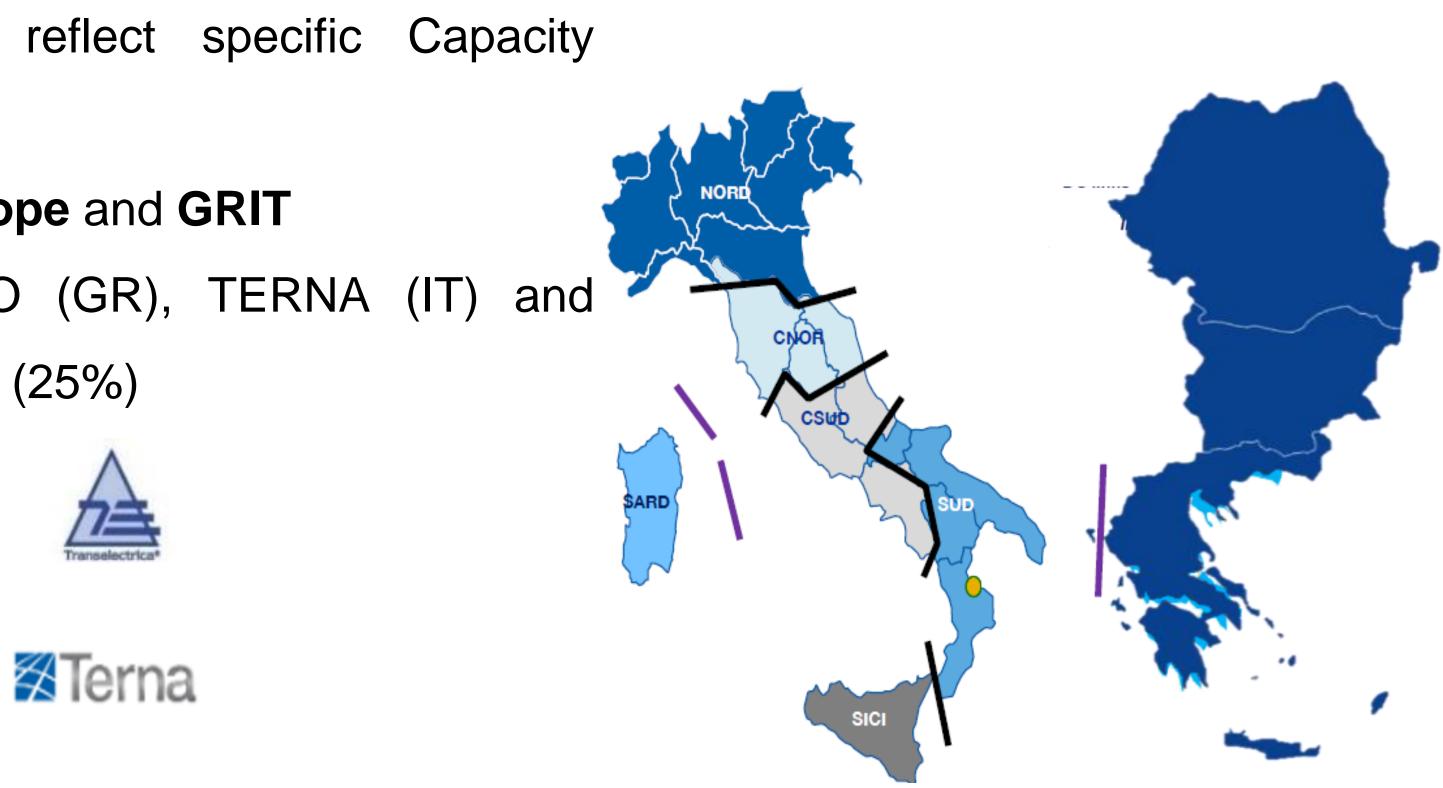


Southeast Electricity Network Coordination Center (SEleNe CC)

- Regions covered by each RSC reflect specific Capacity Calculation Regions (CCRs)
- SELENE CC serves 2 CCRs: SE Europe and GRIT
- ► Shareholders: ESO-EAD (BG), IPTO (GR), TERNA (IT)
 - Transelectrica (RO) with equal shares (25%)







employees - all of them highly qualified with excellent 16 engineering skills



Southeast Electricity Network Coordination Center (SEleNe CC)

 Regions covered by Calculation Regions ((SELENE CC serves 2)

11

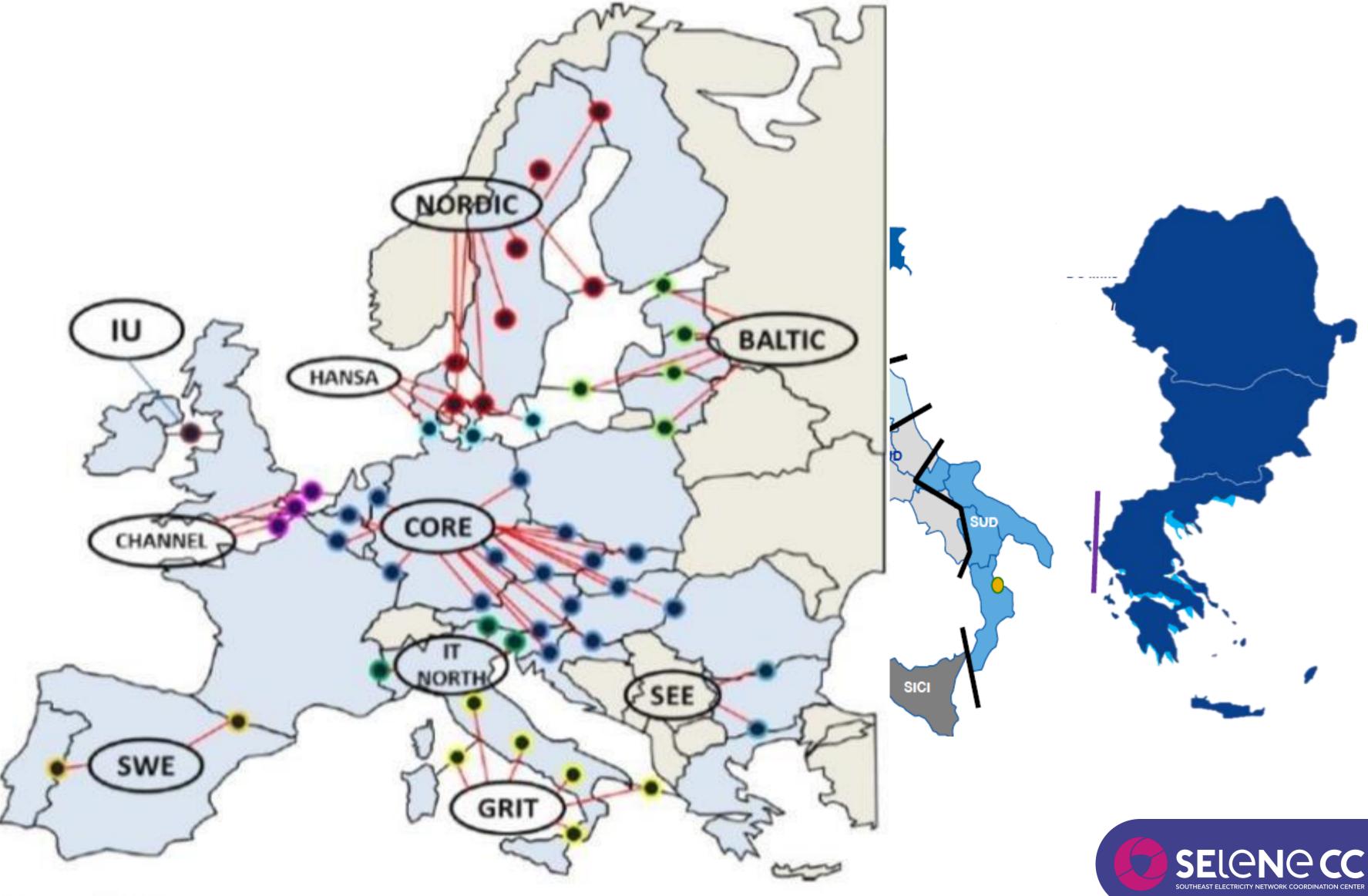
- VELLINE OU SEIVES Z
- Shareholders: ESO-E

Transelectrica (RO) wi

💋 ELECTH

 \Rightarrow

all



engineering skills

employees

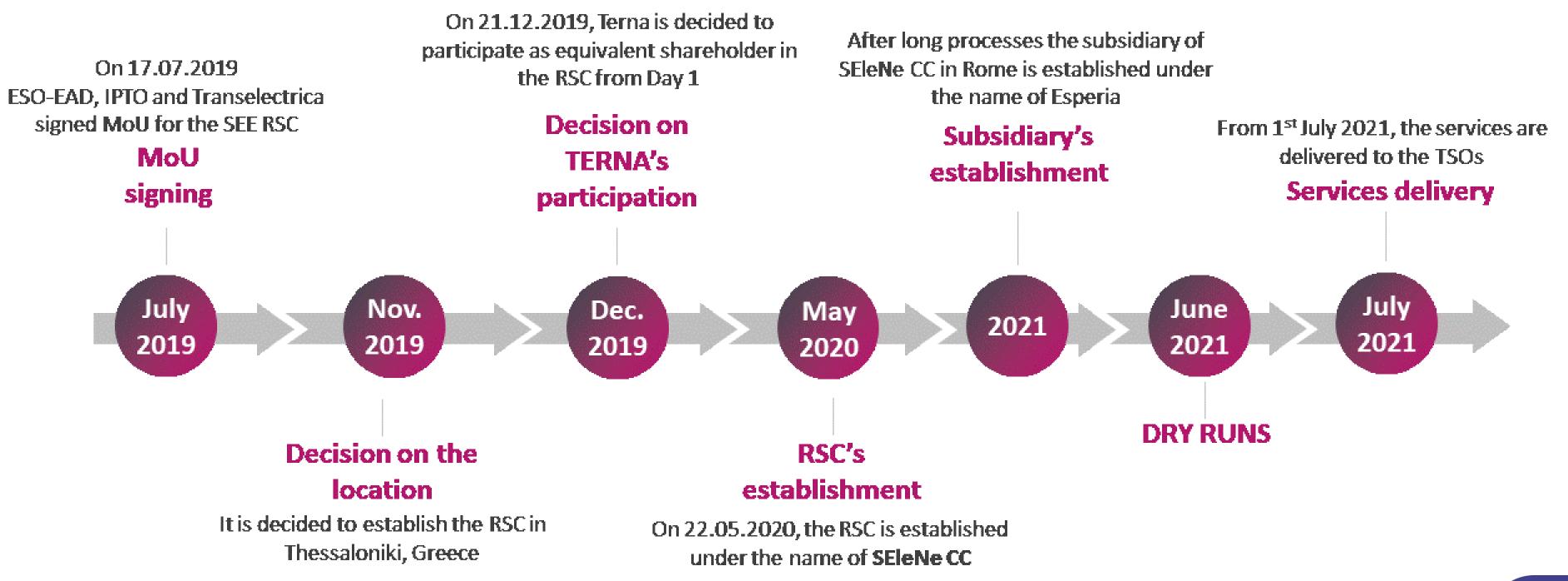
16

Source: ACER.

How we got here

1 2

Legal mandate by the EU Regulation no. 2017/1485 (SO GL) Milestones:



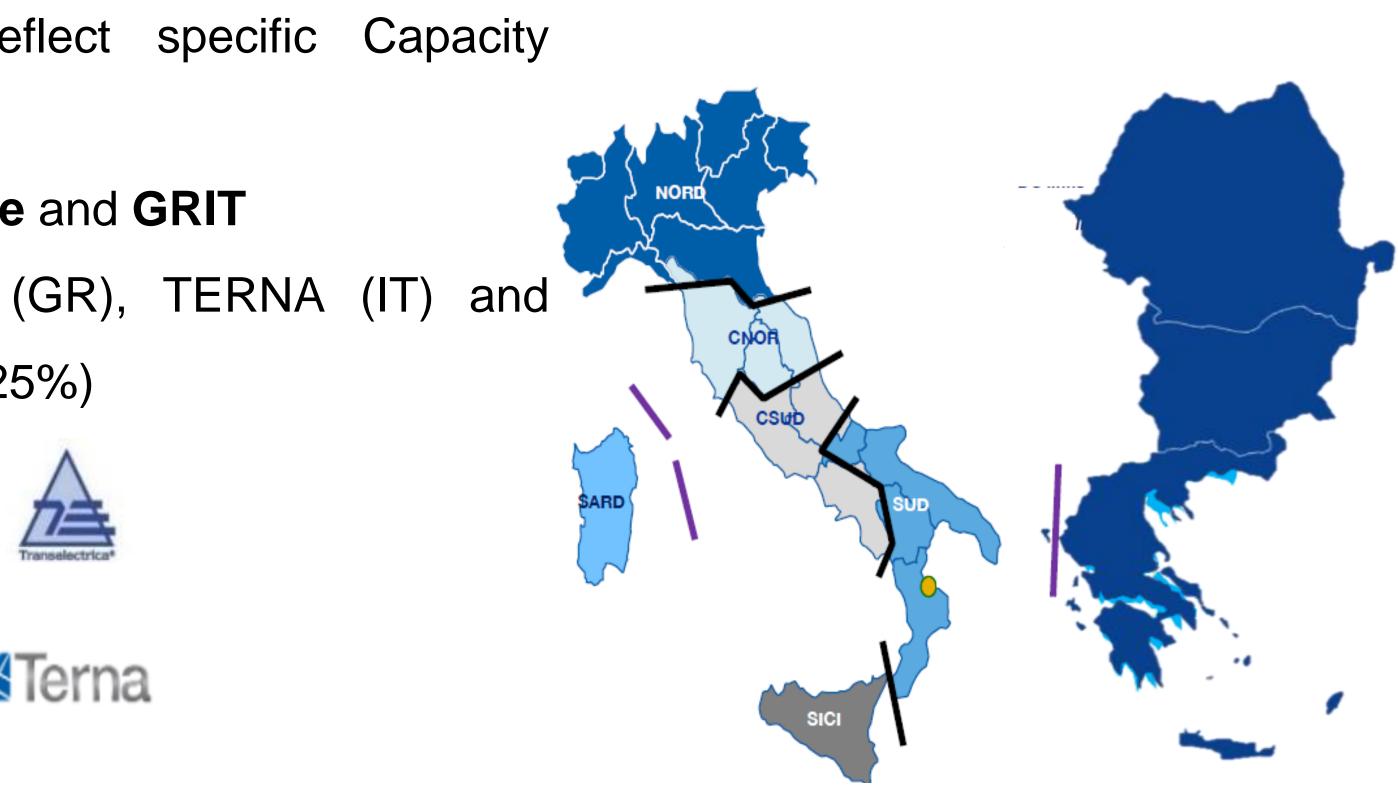






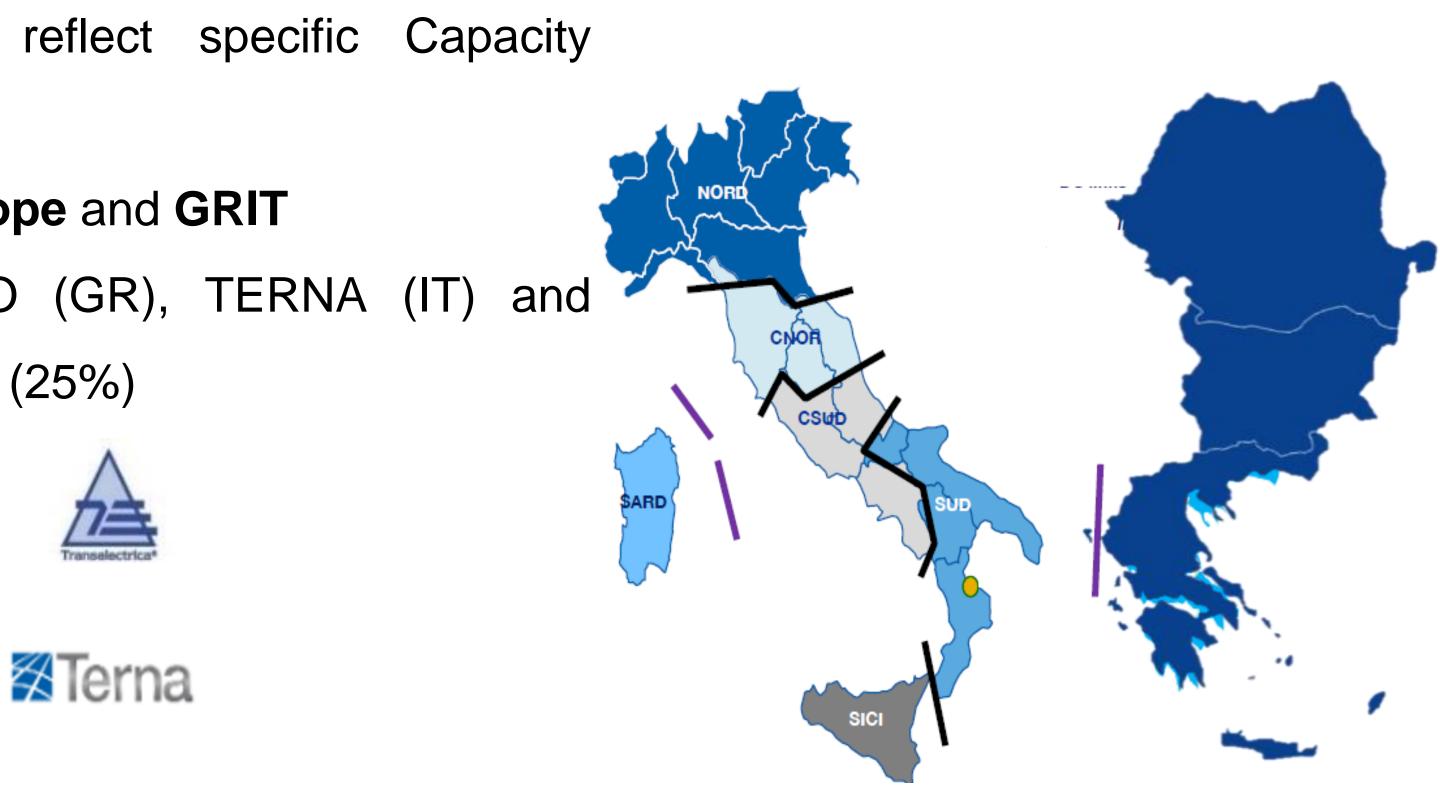
Southeast Electricity Network Coordination Center (SEleNe CC)

- Regions covered by each RSC reflect specific Capacity Calculation Regions (CCRs)
- SELENE CC serves 2 CCRs: SE Europe and GRIT
- ► Shareholders: ESO-EAD (BG), IPTO (GR), TERNA (IT)
 - Transelectrica (RO) with equal shares (25%)





ELECTRICITY SYSTEM OPERATOR



employees - all of them highly qualified with excellent 16 engineering skills



Future Developments and Challenges under the CEP (1/2)

Transition to "Regional Coordination Center" – RCC:

- Security Coordinators
- ▶ 17 Services will be performed by RCCs (11 New Services are added)

Implementation of System Operation Regions (SOR)

- served by the RCCs
- the SEE.

13

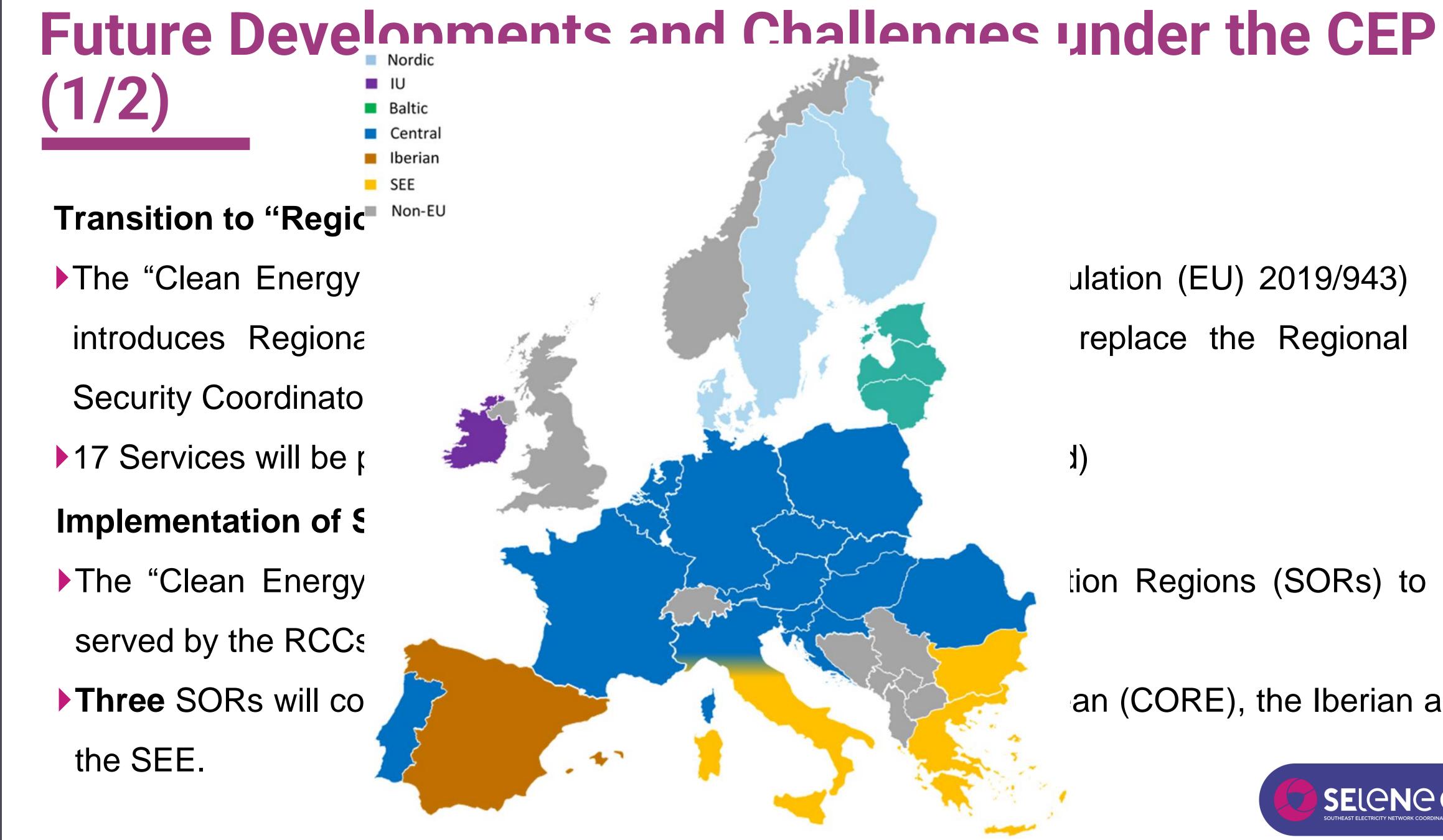
The "Clean Energy Package for all Europeans" (in particular Regulation (EU) 2019/943) introduces Regional Coordination Centres (RCCs) which shall replace the Regional

The "Clean Energy Package" introduces also the System Operation Regions (SORs) to be

Three SORs will cover the Continental Europe: The Central European (CORE), the Iberian and







13

ulation (EU) 2019/943) replace the Regional

1)

tion Regions (SORs) to be

an (CORE), the Iberian and





Future Developments and Challenges under the CEP

Regional specificities and challenges

- Sparce transmission network
- Low interconnectivity (sensitivity in disturbances)
- Low RES

But also different market models and rules

- the processes in order to enhance security;
- Need to harmonize basic rules between EU and non-EU TSOs;
- EU countries).

Special effort should be paid to facilitate the participation of the non-EU TSOs of the region in

EnC has launched actions to incorporate basic European legislation in contracting parties (non-

Need for new investments in transmission and further resources (crucial role of Regulators);



New Services under RCC regime

1. Support the coordination and optimization of regional restoration

2. Post event (Operation & Disturbance) analysis and reporting

3. Regional sizing of reserve capacity

4. Facilitation of regional procurement of balancing capacity

5. Training and Certification of RCC staff

6. Optimization of inter-transmission system

operator compensation mechanisms

7. Identification of regional electricity crisis scenarios

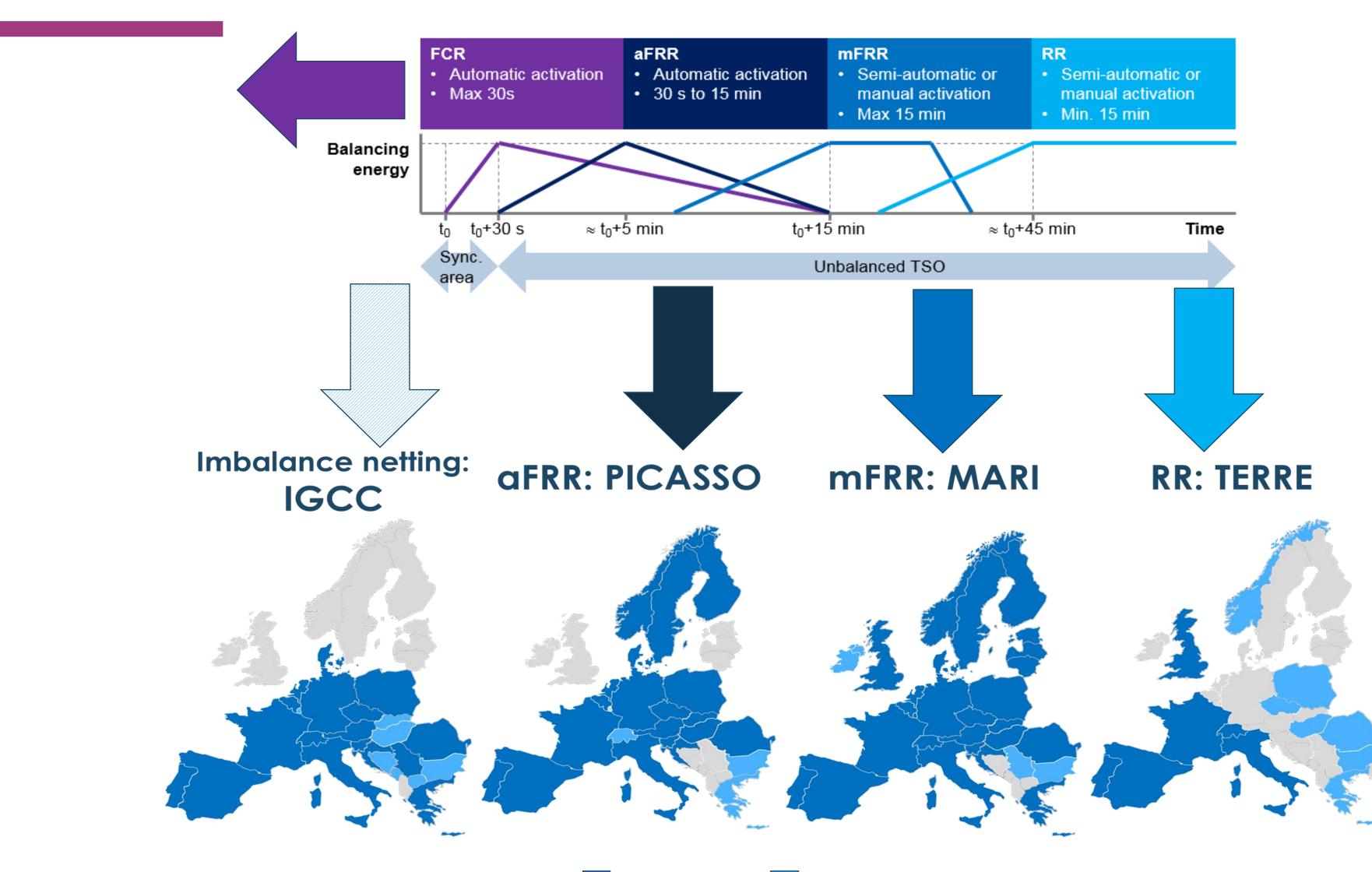
15

8. Identification of needs for new transmission capacity, for upgrade of existing transmission capacity or their alternatives – TYNDP Related 9. Calculation of the maximum entry capacity available for the participation of foreign capacity in capacity mechanisms 10. Preparation of seasonal adequacy assessments 11A. Regional Adequacy Assessment (RAA) 11B. Cross Regional Adequacy Assessment (CRAA)





Pan-European Balancing Platforms



Member

13th SE Europe Energy Dialogue | IENE



Observer

In conclusion

18

- guarantee system security and facilitate the market integration in EU
- security at the regional level
- (RCCs / SORs) will be operational by 1st July 2022
- South East Europe faces specific challenges:
 - need to increase interconnectivity
 - Legislative changes for the non-EU countries

13th SE Europe Energy Dialogue | IENE

Under the current and foreseen environment with high RES penetration and bulk power exchanges among countries Regional cooperation is of crucial importance in order to The market coupling has been completed and the RSCs have been developed to support

CEP calls for further developments in regional coordination and the new structures

Optimization and sharing of reserves at the regional level is the most challenging task





Web: www.selene-cc.eu

13th SE Europe Energy Dialogue | IENE

Thank you!

Email: ceo@selene-cc.eu, kabouris@admie.gr



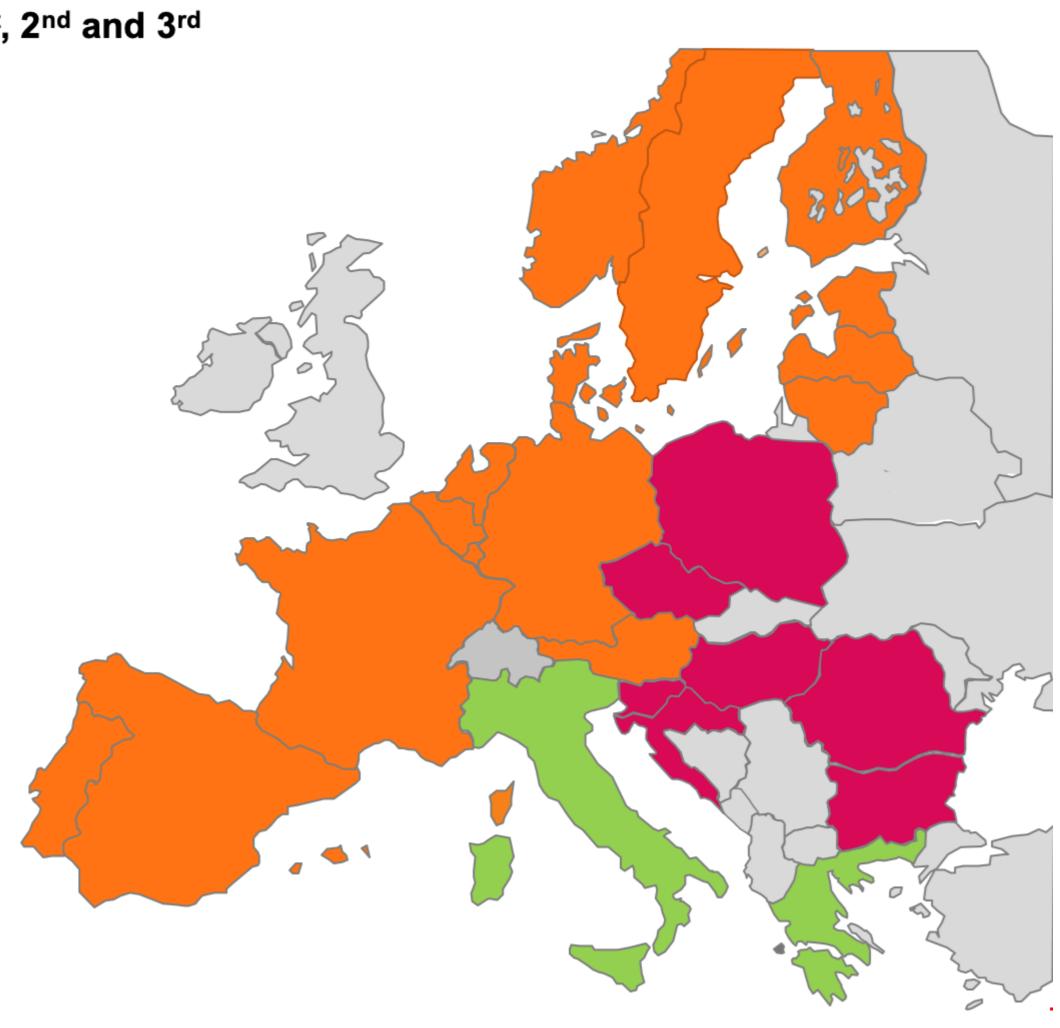
Countries coupled Intraday with 1st, 2nd and 3rd SIDC Go-Live

= Countries coupled in 1st go-live (June 2018)

= Countries coupled in 2nd go-live (November 2019)

=

Countries to be coupled in 3rd go-live (Q1/2021)





Market coupling in Europe

MRC members (operational)
 4M MC members (operational)

