

Transmission Access WG 1

TCMF, 27 August 2008

CAP161 - SO release of short term capacity

- ◆ Options:
 - ◆ 5 week ahead auction for weekly block of capacity
 - ◆ 2 day ahead auction for daily block of capacity
 - ◆ First come, first served for a block of capacity up to 1 year with obligation to pay SO estimate of cost
- ◆ Buy-back products also discussed
- ◆ Auction process
 - ◆ Users bid for short-term capacity
 - ◆ SO assesses bids in order (highest bid price first) and grants access when:
 - ◆ bid price \geq risk of constraint costs
 - ◆ Pay as bid

CAP162 – Entry overrun

- ◆ Options:
 - ◆ Simple
 - ◆ Multiple of BSUoS – RCRC
 - ◆ On off switch / periods
 - ◆ Negative prices?
 - ◆ Average
 - ◆ Based on cost recovery
 - ◆ Subjective degut of costs performed by SO ex post according to methodology rules
 - ◆ Negative prices?
 - ◆ Marginal
 - ◆ Based on level playing field between short & long term charges and efficient signals for use of capacity
 - ◆ LMP type model required
 - ◆ Differential based on operational prices
 - ◆ Common hub with LT

CAP163 – Entry capacity sharing

- ◆ WG1 focus on zonal options
 - ◆ Codified
 - ◆ Ex ante notification system
 - ◆ Ex post notification system
- ◆ WG 3 discussing charging implications