

# I-SEM Senior Stakeholder Forum

**15 May 2015**

# Welcome & Introductions

**Jenny Pyper, SEMC Chair**

# Agenda

10.00	Welcome & Introductions	Jenny Pyper, SEMC Chair
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10.10	I-SEM Project Update	Laura Brien, CER
10.30	Market Participant Readiness	Robin McCormick, EirGrid
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10.50	The Spanish Market Experience	Maria Luisa Huidobro, Villar Mir Energia
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11.30	Wrap-up & Key Themes	Garrett Blaney, CER
11.40	Round Table Q&A session	
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13.00	Lunch	
13.30	Close	

# I-SEM Project Update

**Laura Brien, CER**

# Key Events since Last Update

## Overall

- EU CACM Guidelines adopted in December 2014, including Ireland/ Northern Ireland Derogation to end 2017
  - Non-market coupling components apply immediately CACM comes into force
- RA/TSO Agreed Approach Document published in January 2015
- Engagement with DG Energy and DG Competition

## Project

- Work started on all RA led policy workstreams
- Rules Liaison Group established to get industry input into detailed design of energy markets
- On-going interactions with stakeholders via workshops and bilateral meetings
- Initial Euphemia Trials
- TSO procurement process initiated

# Papers published

- Aggregator of Last Resort Consultation – December 2014
- Energy Trading Building Blocks Consultation – February 2015
- Forwards & Liquidity Discussion – February 2015
- Roles and Responsibilities, including NEMO – March 2015
- Market Power Discussion – May 2015
- NEMO invite – May 2015
- TSO obligation consultation – May 2015



# Planned Consultations and Decisions

Workstreams	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
	14	15	15	15	15	15	15	15	15	15	15	15	15	16	16	16	16	16	16	16	16	16
<b>Energy Trading Arrangements</b>																						
AoLR Consultation 1	C																					
AoLR Decision										D												
Building Blocks Consultation			C																			
Building Blocks Decision										D												
Markets Consultation					C																	
Markets Decision										D												
<b>Capacity Remuneration Mechanism</b>																						
Policy Area 1 Consultation							C															
Policy Area 1 Decision											D											
Policy Area 2 Consultation												C										
Policy Area 2 Decision																D						
Auction Rules Consultation																	C					
Auction Rules Decision																						D
<b>Market Power</b>																						
Phase I - Broad Principles Consultation										C												
Phase I - Broad Principles Decision													D									
Phase II - Scope /Timelines (paper) published										P												
<b>Governance and Licensing</b>																						
Roles and Responsibilities Consultation				C																		
TSO functions under CACM 1(3)						C																
Applications for NEMO Designation						A																
Roles/Responsibilities & NEMO Designation Decision										D												
<b>Forwards &amp; Liquidity</b>																						
Cross Border Risk Hedging (FTRs)							C			D												
Internal Forward Contracting (CfDs) - Indicative												C				D						

# Upcoming Engagement

- Engagement with NEMO applicants (June – September)
- Workshops
  - CRM: May – September
  - Market Power: September
  - Forwards & Liquidity: June
- Euphemia commercial trialing: Working group meetings May – December 2015
- Detailed rules drafting – Energy markets, to start post ETA decision paper

# Key Themes – ISEM Implementation

- 1. How do we ensure the market is delivering for customers ?
- (Consideration to include efficiency of entry and exit signals and security of supply issues)
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- 2. What are the three major challenges for implementation of the I-SEM ?
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- 3. How do we achieve minimum cost of implementation ?
- ( How and when do we engage with participants ?)