

31 March 2023

To:
Stakeholders and respondents

Public consultation pursuant to Art. 12 of Commission Regulation (EU) 1222/2015 on products that can be taken into account in the SDAC

NEMOs published the above-mentioned consultation on the NEMO Committee website on 4th January 2023. The consultation period ended on 10th February 2023. The consultation received six (6) responses from Stakeholders. NEMOs want to thank the stakeholders for having taken the time to review and respond to the consultation.

Assessments of the methodology before consultation

According to Art. 40.3, "by two years after the entry into force of CACM and in every second subsequent year", all NEMOs shall consult, in accordance with Article 12, the products that can be taken into account in the SDAC. The current version of the methodology was approved in December 2020, and thus subject for review and consultation.

As of the time of review of the Methodology, no changes to existing products or new products were in the pipeline requiring amendments to the SDAC products methodology. The removal of MICs has been anticipated, but the removal from the methodology can be done only after all NEMOs still using them have planned their discontinuation. It was concluded too premature to make this amendment in this review.

The 15 min MTU resolution was incorporated into the SDAC product methodology already in the current version. However, the final product selection for facilitation of trading in 15 min MTU is still under development, and it is NEMO intention to cooperate with Market Participants in 2023 to define the what the product setup in SDAC shall be when the 15 min MTU is implemented in 2025.

In 2023 NEMOs will, in cooperation with TSOs amend the Algorithm Methodology to reflect changes on Co-optimisation (EBGL, Article 40). This change may introduce need of new products in SDAC and thus also changes to the product methodology in the next or following version of the SDAC products methodology.

In conclusion, NEMOs consulted on the SDAC products methodology without proposing any amendments.

Responses from Stakeholders

In the responses from stakeholders, there are expressed several important concerns regarding the selection of products in SDAC in the future. NEMOs see these as important inputs and will include it in the further work.

The list of respondents and their submissions are summarised in the enclosed document. The responses were reviewed by all NEMOs and comments to these are included in the summary.

However, regarding the SDAC Products methodology itself, NEMOs found that although the issues brought forward shall be important input in the development going forward, we did not identify any need to amend the proposed/existing SDAC Products methodology for now.

NEMOs will proceed and submit to ACER the existing SDAC products methodology without proposing amendments for now.

Next steps and process of the upcoming update of the SDAC products methodology

Implementation of 15 min MTU in SDAC is planned for 2025, and the next version of the SDAC products methodology have to be finalized and approved by ACER latest in December 2024.

NEMOs plan to present a recommendation on products to be implemented as part of the 15 min MTU implementation by June 2023 and will cooperate with market participants. It is foreseen that discussion with market participants can be conducted within the MCCG in June.

The drafting of amendments to the SDAC products methodology will start and NEMOs will coordinate and agree with ACER the process leading to approval of the next methodology in time for launch of 15 min MTU in SDAC.

It is anticipated that a consultation on the next version of the SDAC products methodology can be organized within Q1-2024.

