

THE ALL NEMO COMMITTEE DECISIONS

Summary of Meeting Minutes: Q1-2020

NC MEETINGS IN Q1 2020

28th January	Physical meeting
27th February	Teleconference
30th March	Teleconference

EXTERNAL MEETINGS IN Q1 2020

24 th January	NC call with NRAs on clarification of the proposed CACM update
5 th February	WS on Intraday Auctions with NEMOs and TSOs
12 th February	Algorithm Expert Group call (NEMOs, TSOs, NRAs and ACER representatives)
20 th February	Joint Governance meeting
3 rd March	Joint Governance meeting
5 th March	Algorithm Expert Group call (NEMOs, TSOs, NRAs and ACER representatives)
12 th March	Joint Governance meeting
13 th March	REMIT reporting clarification call with NEMOs and ACER
20 th March	Algorithm Expert Group call (NEMOs, TSOs, NRAs and ACER representatives)

DECISIONS

NEMO GOVERNANCE

- The NEMO Committee confirmed that the annual revision of the roles of NEMO Committee Chairman and task force leaders shall take place in May 2020. The process shall be aligned with NEMO DA and NEMO ID projects.
- NEMO Committee received the NRAs further proposals for a CACM update and initiated a discussion which will proceed in the next months
- NEMO Committee triggered a review of current contracts across projects (ANCA, ANDOA, ANIDOA) to verify the need and room for any potential simplification, especially with respect to the coordination of the roles and competencies of the Committees of each project (NEMO Committee, NEMO DA Steering Committee and NEMO ID Steering Committee).
- The procurement process for the single PMO is ongoing with expected result in May 2020.

JOINT GOVERNANCE

- NEMO Committee, together with ENTSO-E, is finalizing the technical proposals regarding the future solution of the Joint Governance. NEMO Committee supports the proposal to postpone the implementation of the enduring solution to 2021, in order to not disturb this final step of completion of SDAC and SIDC. The NEMO Committee also supports the proposal to use the further available time to further define the identified operational details which could smooth the transition to the new regime and make it more efficient.

REPORTING AND EXTERNAL COMMUNICATION

- NEMO Committee triggered the process for preparation of the Annual CACM report for 2019 and is supervising the preparation. The report shall be finalised and published in June 2020, in line with the requirement included in the amended Algorithm Methodology recently approved by ACER. All inputs from the DA and ID projects are being provided in line with the planning. NEMO Committee is also discussing when and how to organize a dedicated workshop, which shall present the report to NRAs, ACER and EC representatives, taking into consideration the complexities induced by the Coronavirus emergency.
- NEMO Committee discussed EMCO's partial decoupling on 4th February 2020, the assessment was also included in the set of files submitted to MESC members and should have been discussed at the MESC meeting (planned for 11th March). NEMOs also discussed the update of the internal procedures and communication related to decoupling incidents. Practicalities are being discussed on NEMO DA SC and SDAC JSC level.

COST REPORTING

- NEMOs confirmed that all NEMOs national reports for 2017 and 2018 were provided to local NRAs.
- NEMO Committee approved the monthly reports for December 2019, January 2020 and February 2020. Quarterly report for Q4 2019 was approved and the invoicing process was triggered.

- Cost report for 2019 is being finalized together with ENTSO-E.

SIMULATION OF 15 MIN. MTU IN DA MCO FUNCTION

- NEMO Committee is assessing the policy implications of the 15 mins requirement, in coordination with SDAC and ANDOA, in order to report to the relevant Fora and promote a joint NEMO-TSO position.
- NEMOs were asked by NRAs to test the ability of the existing SDAC algorithm to support the so called “minimum scenario” assumed by ACER in the amended Algorithm Methodology, performing a simulation of the impact of the 15 min. MTU requirement in the DA MCO Function, where only simple products (hourly orders plus simple block orders) will be used. The setup of the simple simulation was further detailed between NEMOs, ACER and NRAs in dedicated Algorithm Expert Group calls. The simple simulation has been executed in March and results and report are being prepared and will be presented to NRAs during the next Trilateral Coordination meeting. Considering that this simplified scenario doesn’t reflect the complexity of the real production, Parties agreed to run more realistic simulations in the future, to be ideally included in the forthcoming CACM Yearly Report. Clarification of the future simulation is ongoing in the dedicated Algorithm Expert Group calls.
- NEMOs are also assessing the expected time and cost to delivery, so as the organizational implications, of the so called “cross matching functionality”, which would be needed to support a “stepwise” go-live in line with local derogations approved by the relevant NRAs and different from the “big bang scenario” assumed in the mentioned simulations, which considers all EU countries moving to 15 mins at the end of the derogation period in 2025. With this respect, NEMOs triggered a Request for Change (RfC) for R&D of the DA MCO Function in order to implement the functionality and assess its impact on the performance.

FUTURE DEVELOPMENT OF THE DA MCO FUNCTION ALGORITHM

- The NEMO Committee, in coordination with ANDOA SC, initiated a discussion on the proper ways to assess in the context of the existing R&D framework further approaches and options which could potentially improve the Algorithm performance, in order to implement all requirements included in European legislative and ACER’s decisions as well as to improve the performance of the DA MCO Function.

DISCUSSION WITH ACER REGARDING INTRADAY DATA REPORTING

- NEMOs successfully provided all Intraday operational data for 2019 requested by ACER.
- NEMO Committee together with NEMO ID SC and ACER agreed to have a dedicated REMIT focused group, that will clarify the ACER’s requirements for data reporting consistency and proposal to supplement the set of information used by ACER for market monitoring, and will assess NEMOs possibilities to provide requested REMIT reporting consistency and supplementary information.

ALGORITHM METHODOLOGY

- Following the approval from ACER of an amended version of the Algorithm methodology at the end of January 2020, NEMO Committee prepared and provided to SDAC and SIDC SCs supporting information related to the new principles of change control and monitoring included in the methodology, in order to support the review of the operational procedures and the necessary amendments before they can be published.

DA PRODUCTS METHODOLOGY

- In line with the CACM requirements to make regular consultations of the agreed methodologies, NEMO Committee prepared an updated DA Product methodology for the public consultation, which shall be triggered at the beginning of April 2020.

MIN-MAX PRICES METHODOLOGIES

- NEMO Committee is also preparing the process for the assessment of the historical application of the min-max prices methodologies and its sharing with stakeholders in the relevant Fora, in line with art. 4 of the ACER decision on harmonised maximum and minimum clearing prices. In this respect, NEMO Committee is collecting from DA and ID NEMO SCs the relevant data

INTRADAY AUCTIONS

- NEMO Committee finalized its proposal for a High Level design of the IDAs, as defined in the Algorithm Methodology.
- On 5th February in Vienna, the NEMO Committee organized a dedicated WS together with SIDC parties, to manage the handover to SIDC project of the process to finalize the relative market design and trigger the implementation process. Parties aligned that, after the WS, all the practicalities, design and implementation will be under SIDC competence, a dedicated sub-task force was created.

ENTSO-E REPORT ON AUTOMATIC ADJUSTMENT OF THE MIN.-MAX. PRICES

- ENTSO-E asked NEMOs for support in preparation of the report, all Projects (MRC, 4MMC and NEMO ID) provided their relevant procedures as requested.

CO-OPTIMISATION METHODOLOGY

- NEMO Committee aligned on the joint response to the ENTSO-E's consultation of the newly prepared Co-optimisation methodology. ACER held dedicated call with NEMOs to discuss their feedback and anticipated several updates. Final methodology will be prepared by ACER in coming months.

NEMO WEBSITE

- NEMO Committee is considering improvements of the NEMO Committee website, based on the feedback received from NEMOs and users.