

# SUMMARY OF EVENTS IN THE LAST QUARTER

Piotr Kuś, Deputy Director  
Gas Market Development Division, GAZ-SYSTEM S.A.  
GAZ-SYSTEM FORUM  
Warsaw, 29 May 2019



# AGENDA

- ▶ New TNC and TNC TGPS
- ▶ ACER procedure concerning the booking platform for the PL-DE border
- ▶ Incremental project at GCP GAZ-SYSTEM/ONTRAS point
- ▶ NC TAR - methodology for determining reference prices for the GAZ-SYSTEM network for the years 2020-2022
- ▶ Gas Inside Information Platform
- ▶ Market monitoring according to REMIT
- ▶ Development Plan for the Years 2020-2029
- ▶ Baltic Pipe Project



# NEW TNC AND TNC TGPS

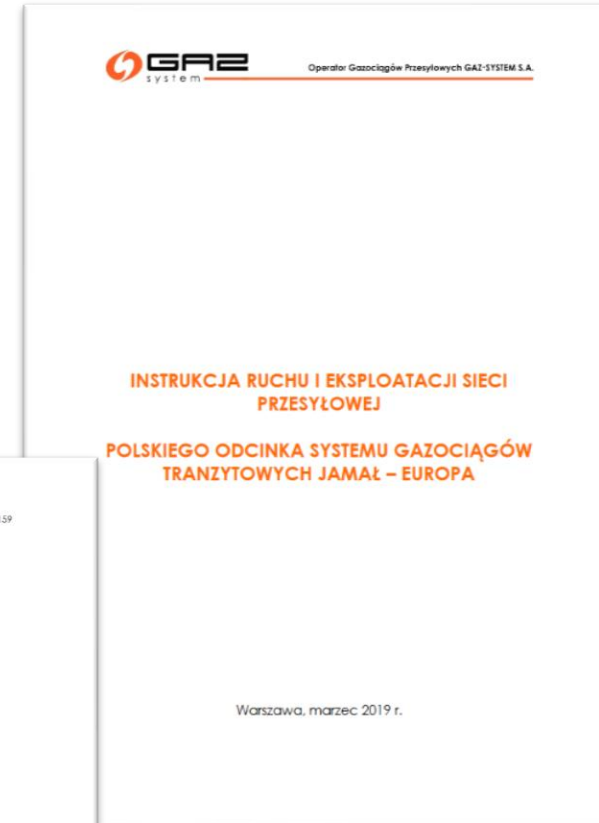
▶ Updated versions of the following documents have been in effect since 1 April 2019:

▶ **Network Code**

- ▶ Termination of interim measures with regard to balancing
- ▶ Introduction of a fall-back supply mechanism (as of 18 June)

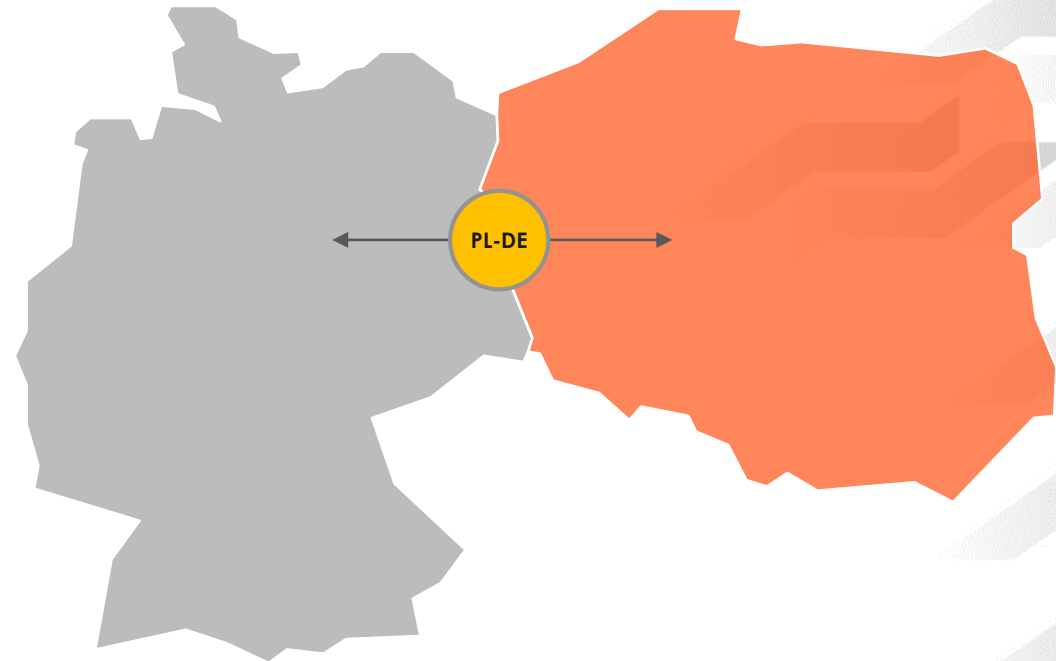
▶ **TGPS Network Code**

- ▶ Termination of interim measures with regard to balancing
- ▶ Clarification of provisions regarding the realisation of compulsory stocks held abroad by the TGPS



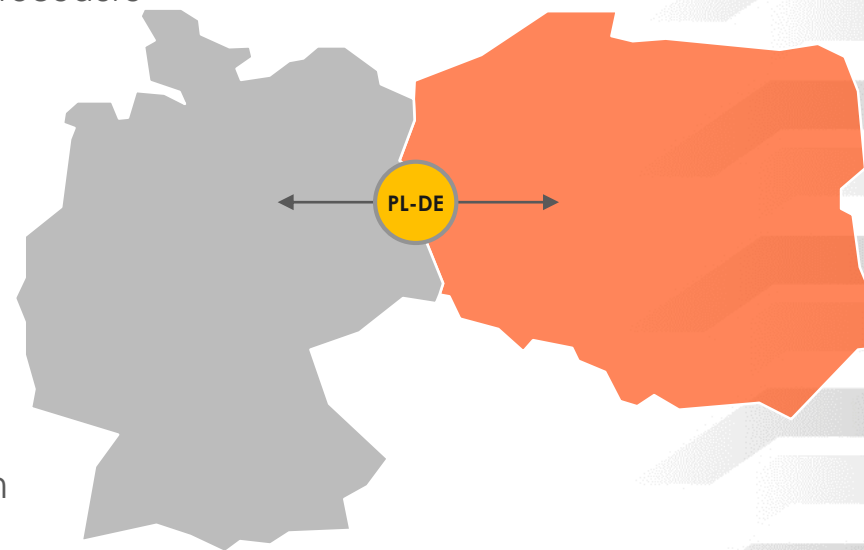
# ACER PROCEEDINGS ON THE SELECTION OF THE ALLOCATION PLATFORM FOR THE POLISH-GERMAN BORDER

- ▶ **16 October 2018** – ACER takes Decision 11/2018 on the selection of the GSA Platform for capacity booking on the Polish-German border at GCP GAZ-SYSTEM/ONTRAS and Mallnow interconnection points
- ▶ **14 December 2018** – PRISMA GmbH platform appeals against the ACER's Decision 11/2018 of 16 October 2018 to the ACER's Board of Appeal (BoA)
- ▶ **14 February 2019** - ACER's Board of Appeal (BoA) takes decision to annul Decision 11/2018 of 16 October 2018



# ACER PROCEDURE FOR THE SELECTION OF THE PLATFORM FOR THE PL-DE BORDER

- ▶ **22 February 2019** - publication of the decision of the ACER's Board of Appeal together with the reasons and the procedure to be followed in the issuance of the next decision
  - **No objections were raised as to** the selection criteria adopted by ACER and the **substantive reasons for selecting the GSA Platform**
  - **Annulment of the decision for procedural reasons** – lack of documentation of the evaluation criteria applied by ACER
  - The case was referred back to ACER and 2 possible courses of action were indicated:
    - 1) reiterating the procedure from the evaluation stage or
    - 2) conducting a new procedure
- ▶ **22 February 2019** – ACER communication on the opening of a new procedure
- ▶ **12 - 30 April 2019** – ACER consultations on the criteria for the selection of the platform
- ▶ **8 May 2019** – publication of the Request for Proposals by ACER
- ▶ **7 June 2019** – deadline for submission of offers by candidate platforms
- ▶ **14 August 2019** – issuance of a new decision of ACER selecting a platform

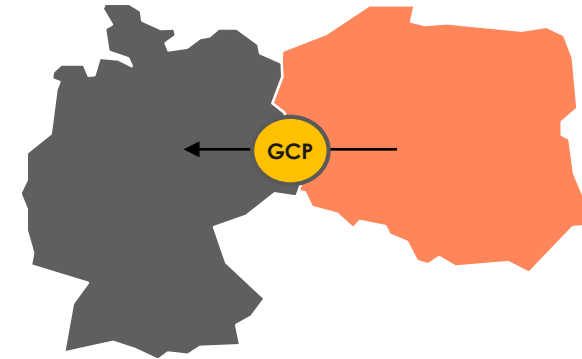


# INCREMENTAL PROJECT

## Incremental capacity project for the border of the Poland – GASPOOL market area

- ▶ The project concerns capacity increase at **GCP GAZ-SYSTEM/ONTRAS (PL→DE)**
- ▶ Project implemented according to the incremental procedure under CAM NC

**Polska-GASPOOL (GCP)**  
 Kierunek: PL→ GASPOOL  
 Wyjście Polska – **910 767 kWh/h/y**  
 Wejście Gaspool – **2 025 676 kWh/h/y**



**23 October 2018**  
**GAZ-SYSTEM/ONTRAS** submitted the project proposal to the **President of the ERO/BNetzA** in order to obtain coordinated decisions

**17 April 2019**  
**BNetzA's conditional decision to approve the project**  
 The condition for the TSOs to reach an agreement on the choice of platform or for ACER to issue a decision on the platform by 30.04.2019 – has not been met  
 Expiry of the BNetzA decision on 30.04.2019

**22 February 2019**  
**Annulment of ACER's decision to select the GSA Platform for the GCP GAZ-SYSTEM/ONTRAS point.**

Communication from ACER on the opening of a new procedure

**8 May 2019**  
**decision of the President of ERO to discontinue the proceedings concerning the approval of the project**  
 Project compatible with CAM NC

Lack of basis in Polish law for issuing a conditional decision, and the expiry of the 6-month period for issuing coordinated decisions as the basis for discontinuing the procedure and handing over the case to ACER

- ▶ **The lack of a coordinated decision means that GAZ-SYSTEM and ONTRAS will not offer incremental capacity at the GCP GAZ-SYSTEM/ONTRAS point for the annual auction in July 2019**
- ▶ The competent authority for the decision on the project proposal is currently ACER
- ▶ TSOs are currently analysing further project steps

## PROCESS FOR DETERMINING THE METHODOLOGY

**28 August-31 October 2018** – GAZ-SYSTEM, in line with **NC TAR**, carried out **two-months consultations** on the methodology for setting reference prices

The company received responses from **3 entities**, which are **published with a summary on its website**:

[www.gaz-system.pl](http://www.gaz-system.pl)



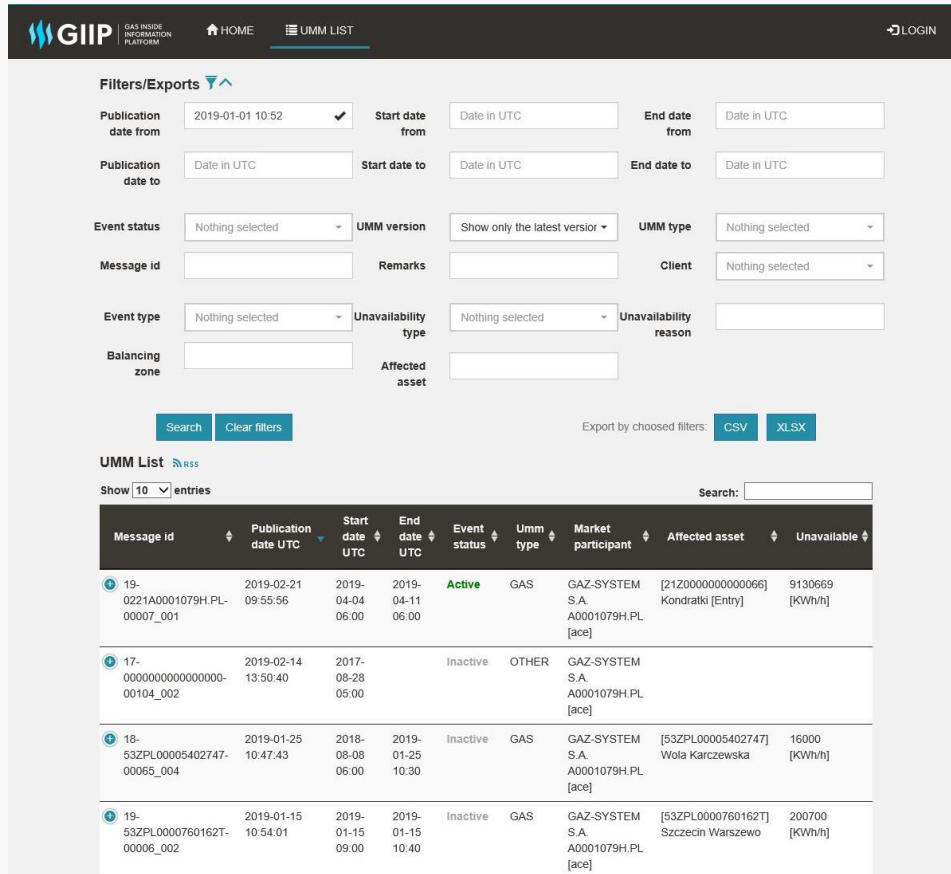
**GAZ-SYSTEM** received a **positive opinion** from **ACER** concerning the presented consultation document **and simplified tariff models**, and therefore on the proposed **methodology for setting reference prices**

**29 March 2019** **President** of the Energy Regulatory Office **approved** the methodology for setting reference prices applicable to the GAZ-SYSTEM network for the **years 2020 - 2022**

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Parallel to the consultations conducted by GAZ-SYSTEM, **Energy Regulatory Office**, in accordance with the provisions of **NC TAR**, carried out consultations on discounts and **the level of the multipliers and seasonal factors** for short-term products

# REMIT INSIDE INFORMATION PLATFORM FOR NATURAL GAS



**Filters/Exports**

Publication date from: 2019-01-01 10:52 ✓ Start date from: Date in UTC End date from: Date in UTC

Publication date to: Date in UTC Start date to: Date in UTC End date to: Date in UTC

Event status: Nothing selected UMM version: Show only the latest version UMM type: Nothing selected

Message id: Remarks: Client: Nothing selected

Event type: Nothing selected Unavailability type: Nothing selected Unavailability reason:

Balancing zone: Affected asset:

Search Clear filters Export by choosed filters: CSV XLSX

**UMM List** [RSS](#)

Show 10 entries Search:

Message id	Publication date UTC	Start date UTC	End date UTC	Event status	Umm type	Market participant	Affected asset	Unavailable
19-0221A0001079H.PL-00007_001	2019-02-21 09:55:56	2019-04-04 06:00	2019-04-11 06:00	Active	GAS	GAZ-SYSTEM S.A. A0001079H.PL [ace]	[21Z00000000000066] Kondratki [Entry]	9130669 [KWh/h]
17-00000000000000000000-00104_002	2019-02-14 13:50:40	2017-08-28 05:00		Inactive	OTHER	GAZ-SYSTEM S.A. A0001079H.PL [ace]		
18-53ZPL00005402747-00065_004	2019-01-25 10:47:43	2018-08-08 06:00	2019-01-25 10:30	Inactive	GAS	GAZ-SYSTEM S.A. A0001079H.PL [ace]	[53ZPL00005402747] Wola Karczewska	16000 [KWh/h]
19-53ZPL0000760162T-00006_002	2019-01-15 10:54:01	2019-01-15 09:00	2019-01-15 10:40	Inactive	GAS	GAZ-SYSTEM S.A. A0001079H.PL [ace]	[53ZPL0000760162T] Szczecin Warszawa	200700 [KWh/h]



REMIT (Urgent Market Messages) - the first publicly available platform for the publication of inside information



UMM publication service through a dedicated form or Webservice



Notifications of the UMM publication by RSS, SMS and email



Developed in accordance with the guidelines of the Agency for the Cooperation of Energy Regulators (ACER)



For more information see:

[administrator@giip.pl](mailto:administrator@giip.pl)



[www.gasinsideinformationplatform.pl](http://www.gasinsideinformationplatform.pl)

Details of the offer and services provided by the GIIP will be presented during the September GAZ-SYSTEM FORUM



# MARKET MONITORING ACCORDING TO REMIT



**The subject of market monitoring and the role of GAZ-SYSTEM as PPATs will be discussed in detail during the September GAZ-SYSTEM FORUM**

**GAZ-SYSTEM acts as a PPATs, i.e. a Person Professionally Arranging Transactions with respect to the balancing segment and allocation of transmission capacity through the GSA Platform.**

## **PPATs – Persons Professionally Arranging Transactions**



GAZ-SYSTEM **continuously monitors the market** with respect to breaches of the REMIT Regulation, through the Market Monitoring Committee appointed for this purpose and internal procedures



Each potential breach of REMIT is subject to analysis and in case of suspicion of committing a crime of market manipulation or unauthorized use of inside information, is **reported to the President of the Energy Regulatory Office**

# NATIONAL TEN-YEAR NETWORK DEVELOPMENT PLAN

Pursuant to the provisions of Article 16(2) of the Energy Law Act and in accordance with Section 4 of the Network Code, GAZ-SYSTEM S.A. is preparing the National Ten-Year Development Plan for the years 2020-2029 with respect to meeting the current and future demand for gaseous fuels

## CONSULTATIONS OF THE DEVELOPMENT PLAN

- **Alignment with EuroPolGas of Part B** of the Development Plan 2020-2029;
- **Final agreement on the final content** the document and annexes internally in the Company;
- **Information for the Management Board** (executive summary of TYNDP 2020-2029, scope, capex, project charters);
- **Submission of the Development Plan** for the years 2020-2029 to the President of the Energy Regulatory Office (until 31.03.2019);
- **Alignment of the Development Plan with the President of the Energy Regulatory Office;**
- Review and **the introduction of comments from the Energy Regulatory Office** to TYNDP



# DEVELOPMENT PLAN - CURRENT STATUS

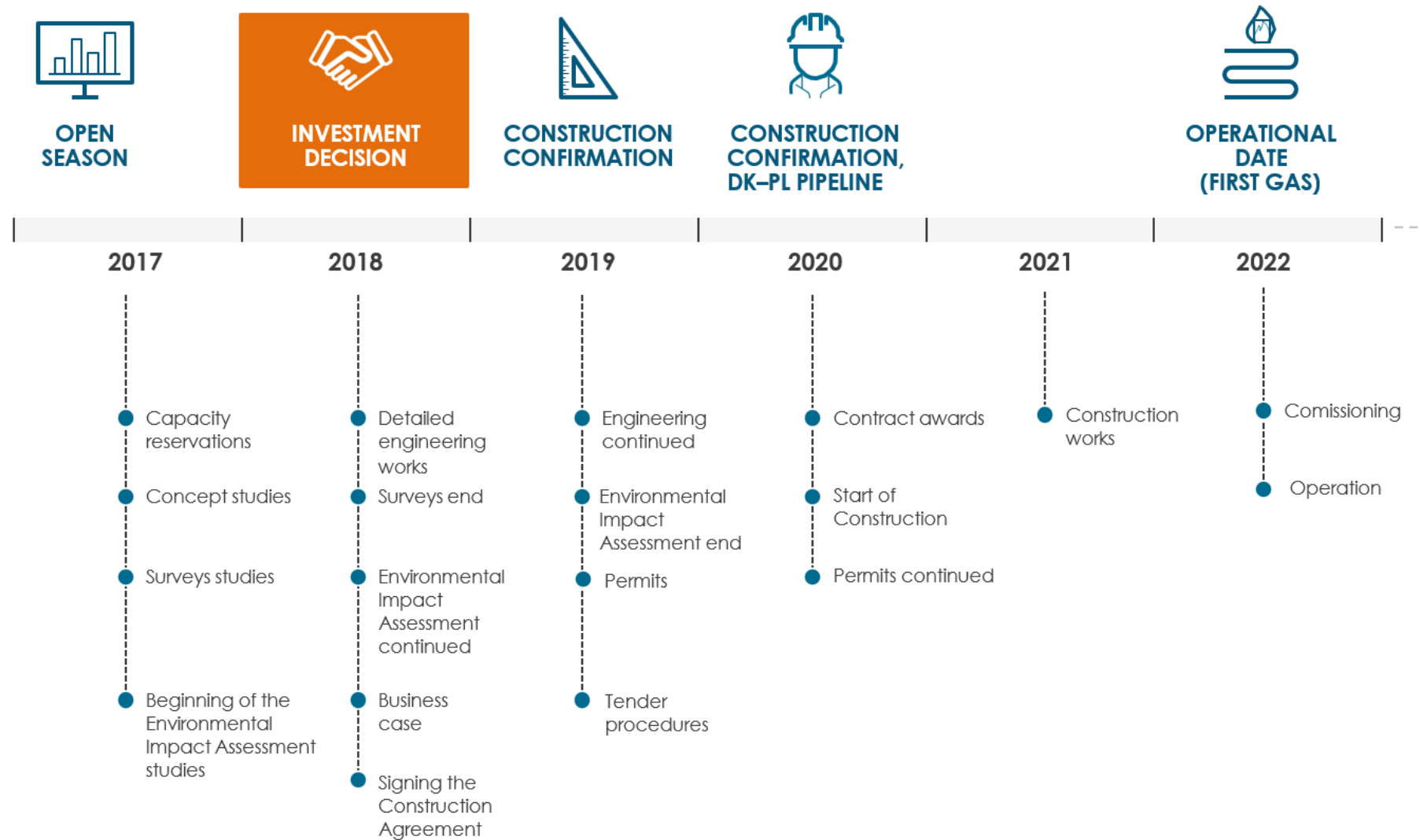
- 31 March 2019 - **submission of the Development Plan** for 2020-2029 to the President of ERO
- **Alignment** of the Development Plan with the **President of the Energy Regulatory Office**
- Submission by the President of the Energy Regulatory Office of the draft TYNDP 2020-2029 and the annexes concerning individual voivodeships with a request for an opinion of each voivodeship
- Review and the **introduction of comments from the Energy Regulatory Office** to TYNDP



## KRAJOWY DZIESIĘCIOLETNI PLAN ROZWOJU SYSTEMU PRZESYŁOWEGO

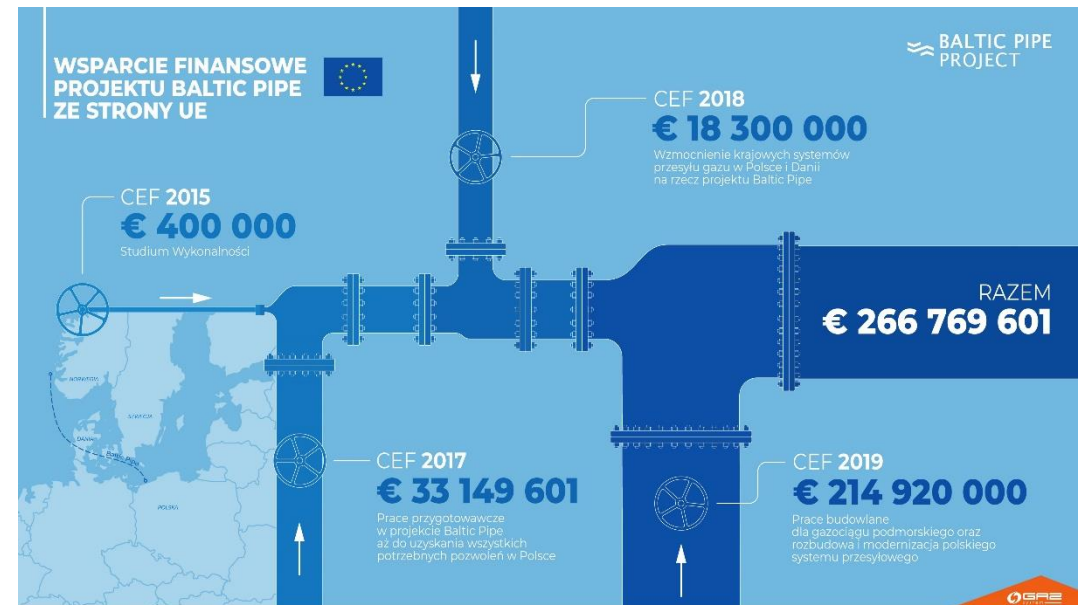
PLAN ROZWOJU W ZAKRESIE ZASPOKOJENIA OBECNEGO  
I PRZYSZŁEGO ZAPOTRZEBOWANIA NA PALIWA GAZOWE  
NA LATA 2020-2029

# GENERAL TIME SCHEDULE OF THE BALTIC PIPE PROJECT



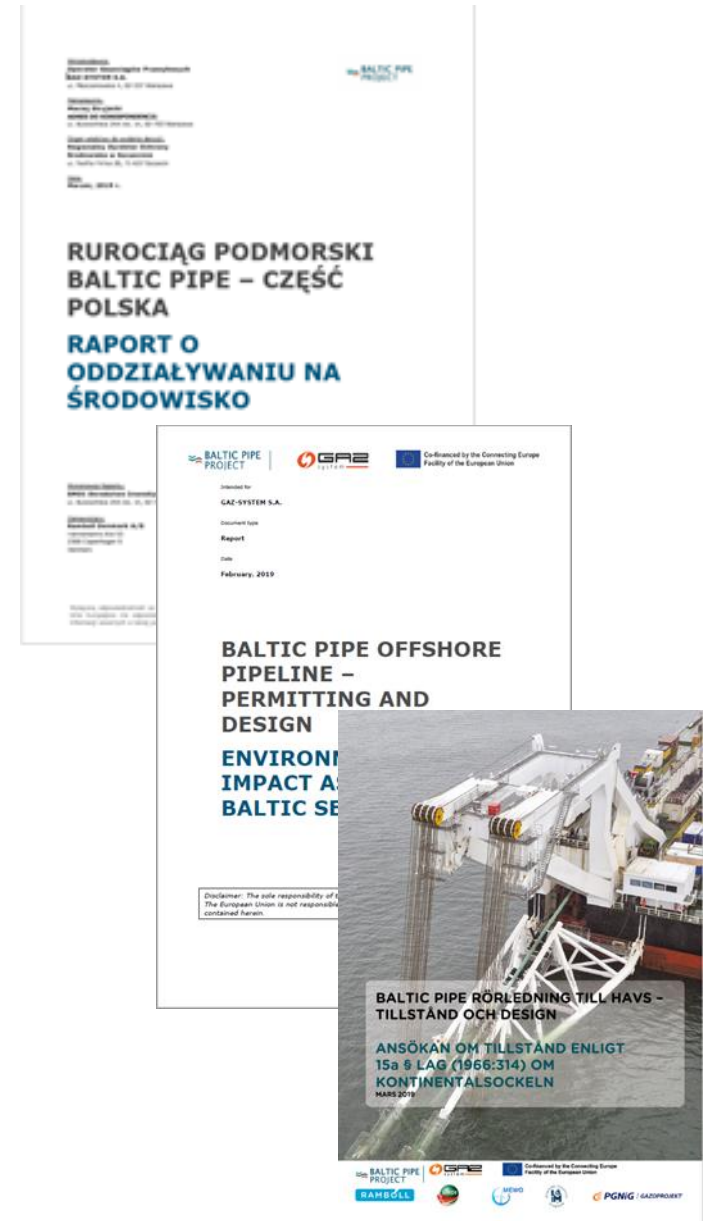
# SIGNING OF AN AGREEMENT FOR EU SUPPORT FOR THE BALTIC PIPE

- GAZ-SYSTEM and the EU Innovation and Networking Executive Agency (INEA) signed an **agreement for co-financing of construction works for Baltic Pipe** under the Connecting Europe Facility. The ceremony of signing the co-financing agreement, the maximum amount of which is nearly EUR 215 million, took place on 15 April 2019 in Brussels.
- The maximum total amount of EU support granted so far for the Baltic Pipe project amounts to **EUR 266.8 million**.



# PERMITTING PROCEDURE – STATUS

- In all three countries (Denmark, Sweden, Poland) whose marine territories are to be crossed by the offshore gas pipeline **environmental impact assessment reports have been submitted**.
- May 2019 - **location decisions** for the project titled the “Construction of the Goleniów-Lwówek DN1000 gas pipeline”.
- 17 May 2019 **environmental decision** titled “An investment project constituting infrastructure required for the operation of the international Baltic Pipe project connecting the transmission systems of the Republic of Poland and the Kingdom of Denmark – the onshore part”.
- Recently **the second phase of the public consultation was completed** with regard to the environmental impact assessment of the entire Baltic Pipe project in Denmark, and the relevant authorities are considering applications in accordance with national legislation with a view to issuing the necessary permits.



# QUESTIONNAIRES

- During the registration you were provided with questionnaires concerning the GAZ-SYSTEM FORUM.
- You are kindly requested to fill them in and return to the organisers during the coffee break
- We would like the next editions of the GAZ-SYSTEM FORUM to **meet your expectations even better**, therefore we will particularly appreciate your answers to the last question of the questionnaire concerning the topics you find to be of interest.
- Providing personal data is voluntary but at the end of today's meeting we will draw 3 gift kits among those who returned the completed questionnaire to us.

THANK YOU!

