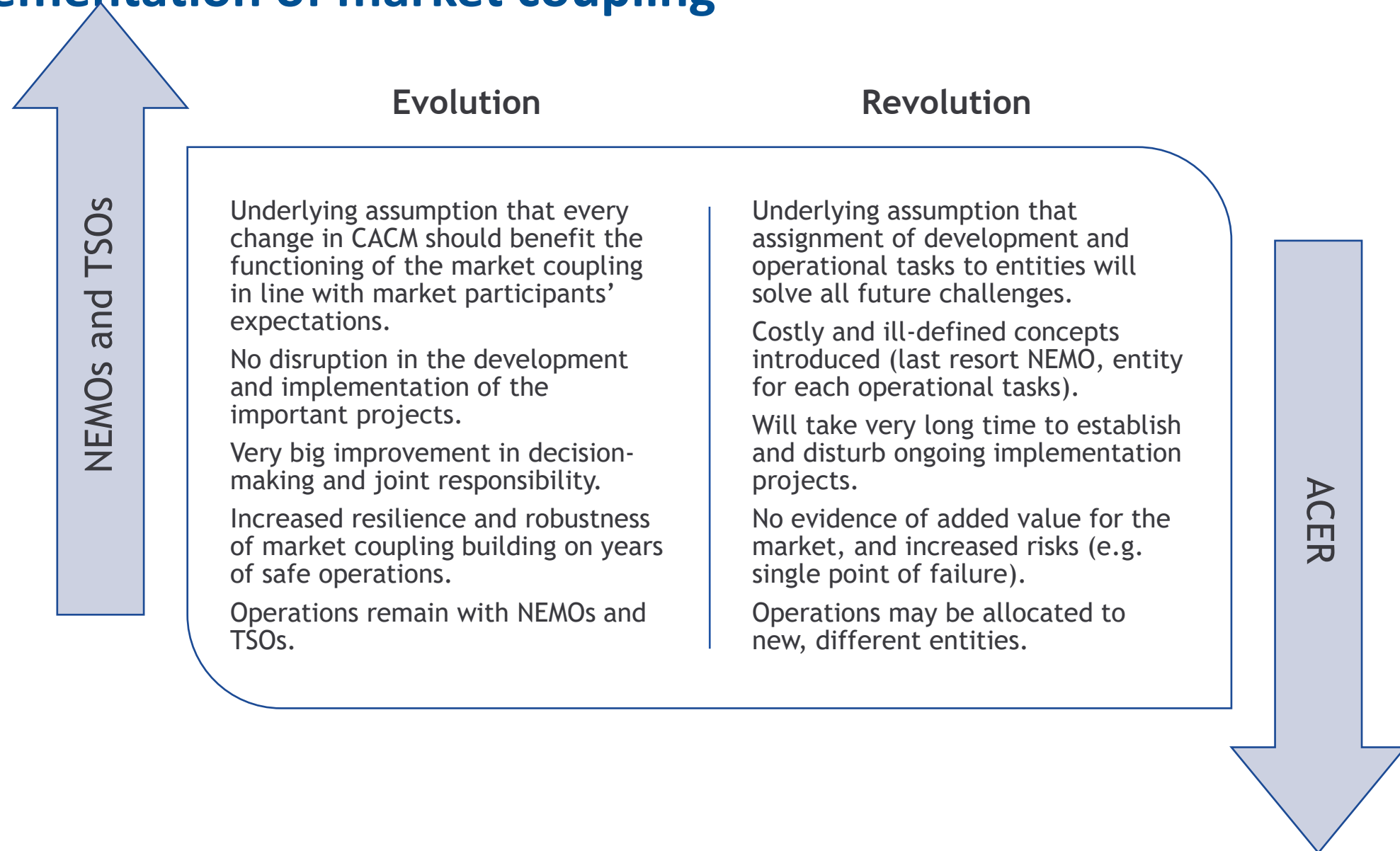


CACM 2.0 – NEMOs and TSOs position



CACM Amendment must guarantee efficient and sustainable implementation of market coupling



CACM Amendment – Option 3 ensures swift project delivery and avoids costly and resource intensive changes

		NEMOs and TSOs proposal (Option 3)
Governance	Decision making - defining rules and requirements on MCO	Joint Decision-Making Body with QMV
	Terms and Condition proposals	Some TCMs only by All NEMOs (e.g. product) some TCMs only for All TSOs (CID) most of them are joint NEMOs + TSOs
	Terms and Condition on backup/fallback	Backup by All NEMOs Fallback by All TSOs
	Terms and Condition on Congestion Income	All TSOs
Level of centralisation MCO pre-post coupling tasks	Central Counter Party to NEMOs	NEMOs or TSOs as assigned by the National Regulatory Authority
	Perform fall-back	Depending on “regional cooperation/TCM”
	Congestion Income collection	NEMOs or TSOs
	Congestion Income distribution	All TSOs
	Multi NEMO arrangements	National (regional)
	Last resort NEMOs	N/A - costly concept that it is not needed from TSOs and NEMOs point of view
Organisational set-up of MCO	Developing, maintaining and products	JDMB
	MCO Operations	NEMOs rotational (DA, IDA) NEMOs (ID Continuous)

CACM Amendment – Compare of the options on the MCO Governance

		NEMOs and TSOs proposal (Option 3)	ACER's Option 1 (Joint decision-making body (JDMB) - unbundling of NEMOs - assignment to MCO to one or several unbundled NEMO)	ACER's Option 2 (MCO as Single Entity)
Governance	Decision making - defining rules and requirements on MCO	Joint Decision-Making Body with QMV	JDMB with 50%-50% QMV via MCO plan	50%-50% QMV via MCO establishment plan
	Terms and Condition proposals	Some TCMs only by All NEMOs (e.g. product) some TCMs only for All TSOs (CID) most of them are joint NEMOs + TSOs	All NEMOs and All TSOs	All NEMOs and All TSOs
	Terms and Condition on backup/fallback	Backup by All NEMOs Fallback by All TSOs	All NEMOs and All TSOs (reasoned regional differences possible)	All NEMOs and All TSOs (reasoned regional differences possible)
	Terms and Condition on Congestion Income	All TSOs	All TSOs	All TSOs
Level of centralisation MCO pre-post coupling tasks	Central Counter Party to NEMOs	NEMOs or TSOs as assigned by the National Regulatory Authority	Each NEMOs / Single entity designated by JDMB	MCO entity (LSE) with possibility to contract with service provider
	Perform fall-back	Depending on “regional cooperation/TCM”	Entity(ies) designated by JDMB on EU level, different entities for subsequent regional fall-back	MCO entity (LSE)
	Congestion Income collection	NEMOs or TSOs	Each NEMO / Single entity designated by JDMB	MCO entity (LSE)
	Congestion Income distribution	All TSOs	Single entity designated by JDMB	MCO entity (LSE)
	Multi NEMO arrangements	National (regional)	Integrated into MCO	Integrated into MCO
	Last resort NEMOs	N/A - costly concept that it is not needed from TSOs and NEMOs point of view	Single entity designated by JDMB (tender)	MCO entity (LSE)
Organisational set-up of MCO	Developing, maintaining and products	JDMB	JDMB	MCO entity (LSE)
	MCO Operations	NEMOs rotational (DA, IDA) NEMOs (ID Continuous)	MCO unbundled entity/ies rotational (DA, ID continuous IDA)	MCO entity (LSE)