

Long-Term Flow-Based Allocation (LTFBA)

Update on the project

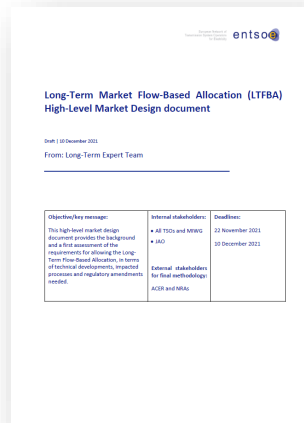


Long-Term Flow-Based Allocation (LTFBA)

Background

- The LTFBA task was launched after ACER's decision to implement Flow-Based approach for **Core and Nordic** Capacity Calculation Regions for the long-term timeframes.
- The Long-Term expert team (a team under ENTSO-E's Market Integration Working Group), is working on LTFBA on an **All TSO's level together with JAO**, the Single Allocation Platform.
- The Long-Term expert team has proposed an approach for the implementation of LTFBA in the Single Allocation Platform based on:
 - The finalized **gap-analysis** on the amendment of All TSO methodologies and Regional methodologies for LTFBA implementation.
 - A preliminary **implementation planning** built based on the outcomes of the gap-analysis

The overall design of LTFBA is described in the **High-Level Market Design document**, see below the content of the HLMD:



1. Introduction
2. Scope of the High-Level Market Design Document
3. Design of the LT FBA
 - I. Allocation process and products supported
 - II. Roles in the allocation process under Flow-Based approach
 - III. Processes and interdependencies under Flow-Based approach
 - IV. Impact on credit limit verification and curtailment
4. LTFBA impact on the algorithms (HAR & other algorithms)
5. IT organization at SAP, RSCs, TSOs, Traders and Transparency
6. Rules and Contracts
7. Costs for LTFBA
8. Implementation governance
9. Implementation timeline

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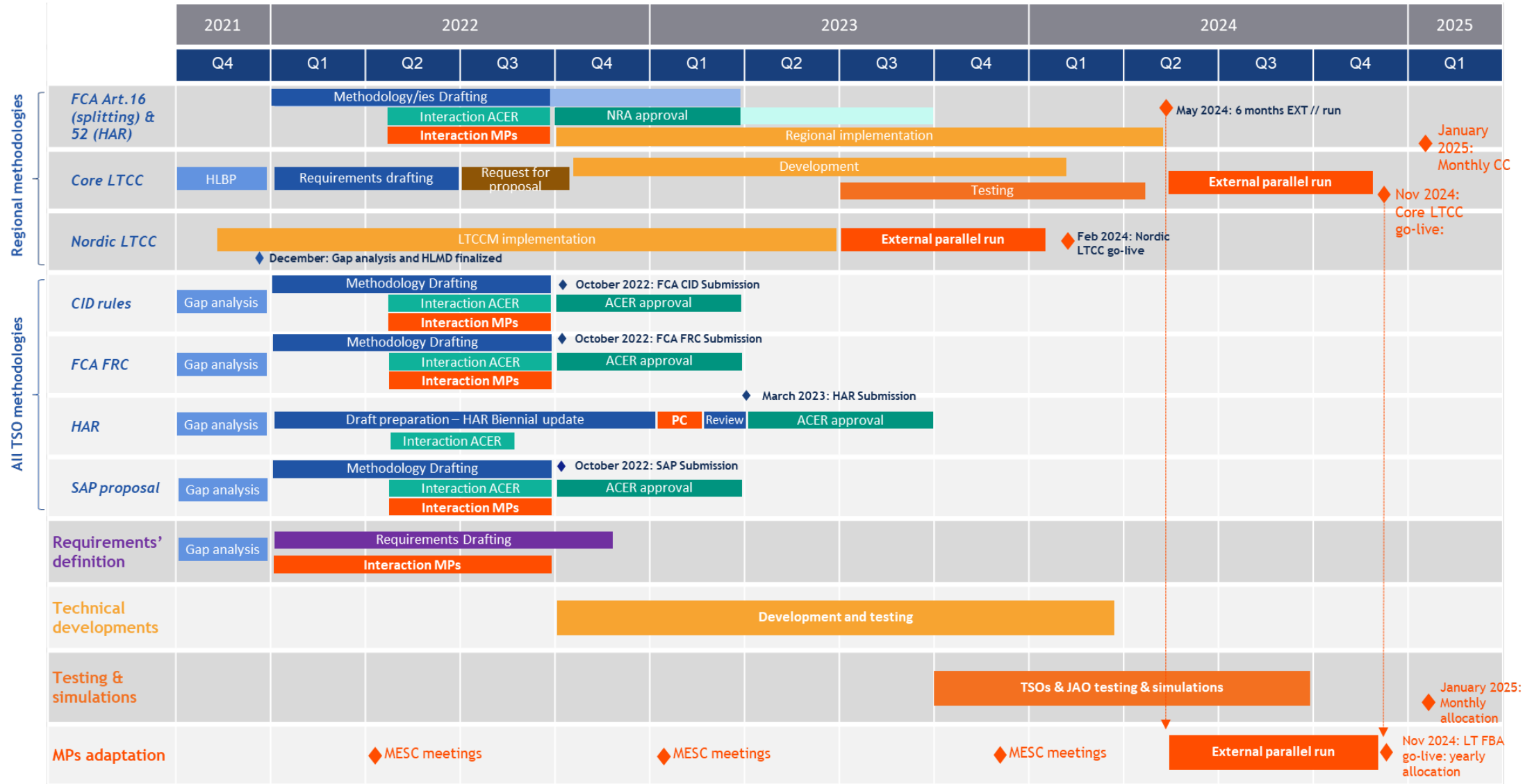
Workshop with market participants 27/01

- On 27/01 ACER organised a workshop on LTFBA, Core LTCC and Nordic LTCC. Please find below the material of the meeting:
 - [Recording of workshop](#)
 - [Presentation](#)
- EFET on behalf of the market participants presented some proposals to the allocation process. TSOs are investigating these proposals for the time being.
- Market participants requested whether the High-Level Market Design document could be published on the ENTSO-E website. This is foreseen in April.

Next steps

- Discussions with market participants on amendments of FCA methodologies during Q2 2022;
- Drafting of requirements and process description by TSOs;
- Amendment of three FCA methodologies (SAP – FCA Article 49, CID – FCA Article 57 and FRC – FCA Article 61) by October 2022 and HAR – FCA Article 51 in March 2023;

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*Timings may slightly vary from the planning above