07 July 2014

ENTSO-E Website: http://networkcodes.entsoe.eu/

Network Code	What is it about?	<u>Status</u>	Status Update	Milestones to Completion	Next GB Stakeholder Session
Connection Codes					
Requirements for Generators	Sets functional requirements which new generators connecting to the network (both distribution and transmission) will need to meet, as well as responsibilities on TSOs and DSOs.	Comitology preparations	Draft text was released by the Commission in January 2014, ahead of the Cross-Border Committee. The French Government has issued a paper querying a number of the technical requirements. An updated draft is anticipated.	Informal discussions by the Cross-Border Committee are expected to continue shortly, with voting to follow.	ТВА
Demand Connection Code	Sets functional requirements for new demand users and distribution network connections to the transmission system, basic Demand Side Response capabilities, as well as responsibilities on TSOs and DSOs.	Comitology preparations	Draft text was released by the Commission in March 2014 ahead of the Cross-Border Committee. Mandatory Demand Side Response provisions have been removed from the Network Code.	Informal discussions by the Cross-Border Committee are expected to continue shortly, with voting to follow. ACER have been asked to redraft the derogations section.	ТВА
HVDC Network Code	Sets functional requirements for HVDC connections and offshore DC connected generation.	ACER Review	ENTSO-E has finalised the Network Code and submitted to ACER for Review.	ACER to review the Network Code by end of July 2014.	ТВА
Market Codes					
Capacity Allocation and Congestion Management	Creates the rules for operating pan-European Day Ahead and Intraday markets, explains how capacity is calculated and explains how bidding zones will be defined. Includes the Governance Guidelines which provide a robust, reliable and non-discriminatory European Union governance framework for the operation of market coupling across Europe.	Comitology preparations	Commission has indicated that in its current format CACM can not proceed as a Network Code. The text is now expected to proceed through Comitology as a Guidelines (as defined in Regulation (EU) 714/2009).	Redrafting is expected by the Commission followed by voting of the Cross-Border Committee	ТВА
Forward Capacity Allocation	Sets out rules for buying capacity in timescales before Day Ahead and for hedging risks.	Comitology preparations	ACER had requested that amendments be made to the Network Code on the areas of firmness and timescales for Terms and Conditions. ENTSO-E has made amendments and returned FCA to ACER for review. ACER has submitted the Code with a qualified recommendation to the Commission.	Commission is expected to redraft as a Guideline (see CACM), and proceed through Comitology later in 2014.	ТВА
Electricity Balancing	Sets out the rules to allow TSOs to balance the system close to real time and to allow parties to participate in those markets.	ENTSO-E Review after ACER Opinion	ACER has requested that amendments be made to the Network Code on the areas of Incentives on balance responsible parties to be balanced or help the electricity system to be balanced. A consistent framework to foster competition between balance service providers. Efficiency of balancing actions performed by TSOs.	ENTSO-E is expected to revise aspects of the Network Code. ACER will then re-review the changes ahead of Comitology	ТВА
System Operation Codes					
Operational Security	Sets common rules for ensuring the operational security of the pan European power system.	Comitology preparations	The text was received by the Commission from ACER after a qualified Recommendation in November 2013.	At the Florence Forum, the Commission indicated that further drafting is likely to be required to allow the Network Code to enter in to force as a 'Network Code'. Further details of process and responsible parties to be determined.	
Operational Planning and Scheduling	Explains how TSOs will work with generators to plan the transmission system in everything from the year ahead to real time.	Comitology preparations	The text was received by the Commission from ACER after a qualified Recommendation in November 2013.	At the Florence Forum, the Commission indicated that further drafting is likely to be required to allow the Network Code to enter in to force as a 'Network Code'. Further details of process and responsible parties to be determined.	ТВА
Load Frequency Control and Reserves	Provides for the coordination and technical specification of load frequency control processes and specifies the levels of reserves (back-up) which TSOs need to hold and specifies where they need to be held.	Comitology preparations	In pre-Comitology stage. The text was received by the Commission from ACER after a qualified Recommendation in October 2013.	At the Florence Forum, the Commission indicated that further drafting is likely to be required to allow the Network Code to enter in to force as a 'Network Code'. Further details of process and responsible parties to be determined.	ТВА
Emergency and Restoration	Ensures that efforts of restoration after a major disturbance or blackout are well coordinated at led by TSOs within a synchronous areas, and no individual action or attempts adversely affect the re-establishment of system operation as soon as possible	ENTSO-E Drafting	Mandate to commence drafting received by ENTSO-E on April 1 2014.	ENTSO-E have now published the first draft and this is available on for view on their website.	ENTSO-E Stakeholder Workshop - Wednesday 9 July in Brussels. https://www.entsoe.eu/news- events/events/Pages/Events/Net work-Code-on-Emergency Restoration.aspx
Transparency Regulation	Te company of the com	lon i de la companya	Topi i i i i i i i i i i i i i i i i i i	lon o u u u u u u u u u u u u u u u u u u	h
Transparency Regulation	Establishes a minimum common set of data relating to generation, balancing, transmission and consumption of electricity which need to be made available to market participants. It also provides for a central collection and publication of the data.	GB Implementation	GB Implementation is ongoing. BSC Modification P295 has been approved.	GB Compliance required by January 2015. ENTSO-E is developing the central EMFIP platform for transparency data.	National Grid European Transparency Regulation & REMIT Briefing - Monday 14 July, National Gird House Warwick

Status of Development of European Electricity Network Codes 07 July 2014 Prepared by: Implementation Period (details TBC) nationalgrid Activities undertaken by ACER All future indications for comitology are based on details Entry into Force / Applicability of Requirements Activities undertaken by European Commission released by European Commission at Florence Forum in Code Revisions (details TBC) Activities undertaken by ENTSO-E europeancodes.electricity@nationalgrid.com May 2014. All future dates, asociated processes, and implementation periods are 'best guess' and subject to **TODAY** 2013 2014 **Network Code** Comitology Implementation period of 18 months as specified in Regulation **Transparency** Parliamentary Approval Build and Test EMFIP External / 3rd Party Regulations **Drafts Manual** Testing of EMFIP MOP of Procedures **Comitology Preparations** Comitology **Capacity Allocation** Merge CACM and Gov. Guide; Impact and Congestion Approval by Phased Implementation over 24 months (TBC) Informal Cross-Border Comr Assessments, text review and other EU Council 8 Management (XBC) discussions Parliament preparatory tasks Revisio **Comitology Preparations** Comitology n of Requirements for Code Implementation period of 36 months (TBC) pproval by El Impact Assessments, text review and Informal Cross-Border Formal XBC Generators based Committee (XBC) discussio other preparatory tasks on **Comitology Preparations** Comitology **Demand Connection ACER** Implementation period of 36 months (TBC) Approval by E Impact Assessments, text review and other Informal XBC Formal XBC Code Review preparatory tasks discussions Parliament ENTSO Comitology Ε expected by Commission **ACER ENTSO-E Network Code with EU** Operational Security Implementation period 18 months Approval by EU Formal XBC Finalise Review Revisions Commission Process and parties TBD Votina drafting ENTSO-E Comitology Drafting **Operational Planning ACER ENTSO-E** Network Code with EU Implementation period 18 months Approval by EL Finalise Formal XBC & Scheduling Review Revisions Commission drafting Voting parties TBD **ENTSO-E Drafting** Pre-Comitology Comitology **Forward Capacity ACER ENTSO-E** Phased Implementation over 39 months **Allocation** Consul **Review** Network Code with Formal XBC Parliament Revisions Finalise drafting drafting EU Commission Votina and Council **ENTSO-E Drafting** Comitology Redrafting expected **Load Frequency ACER Network Code with EU** XBC Implementation period 18 months Parliament **Control & Reserves** Consult Finalise Process and parties Formal XBC Review Commission TBD and Counci ation drafting Voting **ENTSO-E Drafting** Comitology **ACER ENTSO-E Revisions Electricity Balancing** XBC Phased Introduction over 6 years Until c.2021 Consult Formal XBC Parliament Review **Initial Drafting** Finalise drafting discuss ation and Counc **ENTSO-E Drafting Comitology Preparations** Comitology

Until c.June 2018

Implementation (TBC)

Implementation period of 36 months

Parliament

and Council

Comitology

ormal XBC

ACER

Review

Initial drafting

Finalise drafting

Initial Drafting

Impact Assessments.

text review and other

ation

ENTSO-E Drafting

Formal XBC

ACER

Review

Voting

discuss

Finalise drafting

Parliament

and Council

Comitology Preparations

XBC

discuss

Impact Assessments.

text review and other

preparatory tasks

HVDC

Emergency and

Restoration