

# CEER's public consultation on the regulatory aspects of wind integration

Ms Siobhán Carty, Sustainable Development task force, CEER CEER Integration of wind stakeholder workshop, 11 February 2010



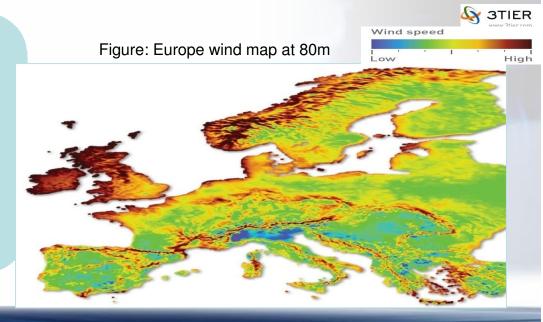
# Why is wind integration important?

 We recognise that expected increases in wind, owing to its intermittency, will give rise to issues for the market and network arrangements...

This will become increasingly important to address over the

coming years.

In addressing these issues, CEER have published a consultation document which explores some of these issues....





# **CEER** wind integration report

## Our report sought to

- Highlights areas which may warrant further discussion;
- Provides review of how wind is treated among member states;
   and
- Solicit feedback this will also input into other areas of work.

### We establish that

- Explicit subsidies for wind generation, where required, should be separate from market and network arrangements;
- Market and network arrangements should encourage the integration of wind – and not present an undue barrier to its deployment; and
- Harmonisation (compatibility) should help provided it does not amount to a barrier to wind.



# Market arrangements for wind

 Wind generation is more predictable closer to real-time – markets arrangements should encourage wind generation to integrate into the market.

#### Gate-closure time

Valid reasons for long GCT?

#### Cross-border integration

 Helpful to consider the importance of intra-day markets, alongside day-ahead

#### Balancing and reserves

- Where appropriate, wind's incentives to balance should be equally as strong as conventional generation;
- Cross-border balancing will be increasingly valuable

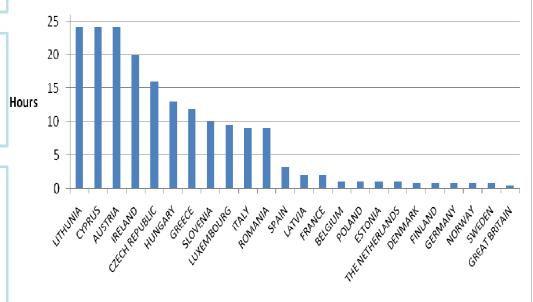


Figure: Time between closure of forward market and real-time delivery



# Network arrangements for wind





#### No undue discrimination

 How can we ensure differences do not distort incentives in locating – uniform charging regime?

#### Appropriate allocation of risk?

- Can cost-reflective charging, which provides incentive to locate in most appropriate location, allocate the risk?
- How can we encourage TSOs to take increased risk and innovate in developing the network?

#### Network development

- What role should the 10-year network development plan play in facilitating wind generation?
- How can we encourage government to speed-up the authorisation process?



# A European supergrid (1)

# For the future – pan-European offshore grid, connecting wind farms and Member States...?

#### Issues for consideration include...

#### Who pays

And who benefits?

#### Impact of distortions

Different market and network framework

#### Different regimes

For interconnection and transmission

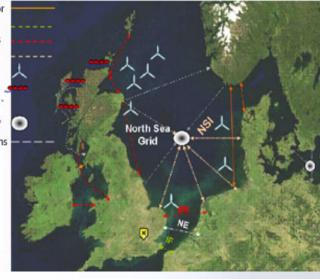
#### Ownership of offshore grid

Generator versus TSO

#### Post 2020 - North Sea Grid

Existing interconnector Under construction Development projects Possible grid ring Proposed wind farm Proposed wave farm

Potential energy "hub" Potential interconnections



Source: www.scotland.gov.uk

Regulators have a responsibility to consider these issues.



# A European supergrid (2)

North Seas
Countries
Offshore Gird
initiative

Other players have a responsibility too.



We recognise the importance of projects and studies into this.



We are keen to work closely with and input into these projects, where possible and appropriate!

Co-ordinator for North Sea offshore grids, Mr Adamowitsch



# Next steps

11 Feb

Stakeholder Workshop

. 18 Feb Con closes

Q210

Conclusions paper

On-going

Input into other work

We welcome engagement with industry (including the wind, renewables and conventional generation types), with consumer groups and other interested parties on our consultation document.



Thank you for your attention!

www.energy-regulators.eu