Meeting minutes for EMT

Minutes date: 13.12.2022

Meeting with Engie
12/12/22 – physical meeting 11:00-12:00

1. Context of the meeting
Engie called for a meeting to discuss views on electricity market design

2. List of points discussed
ENER explains the coming consultation on electricity market design.
Engie raises the following points:

- Engie stresses the importance of price signal for energy efficiency and demand response.
- A systemic approach is important, as sectors are coupled: distortion of prices/subsidies to certain energy carriers can be detrimental to the overall efficiency.
- Support mechanisms for green thermal plants are unclear.
- PPAs mobilize private capital and are easier for matching consumers profile. Permitting is a key concern both on legal and technical side (grid access, congestion risk). CfD is easier for a generator, as it entails less risk than PPAs.
- On forward, longer term transmission rights are welcome, but market making would be difficult in practice.
- To enhance flexibility services, more visibility on System operators’ needs is crucial: Engie could provide solutions for flexibility needs, but there is a lack of visibility on the need from operators. Besides, there is a need for an economic business case: a flexibility service cannot be built only for SO needs, it won’t be enough.

3. Conclusions/recommendations/opinions and next steps

4. List of participants
Engie
ENER: