ENER/511 - Iberdrola

Meeting date and place
Meeting held on 04/11/2022 14:00 Director's office

Participating organisation(s) representative(s)
IBERDROLA Participant
IBERDROLA Participant
IBERDROLA Participant
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Main issues discussed
- Iberdrola expressed a desire to involve ACER in the work on EMD due to their expertise and presented ideas for a revised market model to meet the political objectives.
- Need to preserve internal market and competition. MS should not have subsidiarity on this topic going wherever they want with legislation. Long-duration storage has to be incentivised.
- On COM non-paper: we need to separate the LT market from ST market. We don’t understand why CfDs are the only tool possible to permit the LT to functions – the market (PPAs) has to be the priority. PPAs should be the main focus and removing barriers to PPA development such as interest from demand side (from households and SMEs), on generators’ side, they are more likely to wait to try for an auction to give them more guarantees.
- LT contracts should be made available under predefined conditions to customers (consumers should pay an “insurance”), hedging should then be incentivised from the retailer perspective. PPA signature with same level of protection as in Directive RED II, protected in the same ways as regulatory incomes. They also would like mandatory CMs and for them to be permanent.
- Margin calls/counterparty risk: let generators opt in to government scheme if the PPA fails. The state takes this risk for the end of life of the PPA. PPAs are superior because profile is valued better. In a PPA you have the whole market – in the auction, you have just those projects.
- Both sides agreed to stay in touch on these important topics.

Directorate or unit
ENER.C

Internal participants
Ms SIKOW-MAGNY Catharina ENER C (xxxxxxxxxxxxxx@xxxxxxxxxx.xx) Participant
Ms SIKOW-MAGNY Catharina ENER C Participant
Ms SIKOW-MAGNY Catharina ENER C Notetaker, Participant

Author(s) of minutes

Validator and validation date