

Agency for the Cooperation of Energy Regulators Trg republike 3 1000 Ljubljana Slovenia

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## Inter TSO Compensation (ITC) – A Common Nordic Position

The Nordic TSOs Energinet.dk, Fingrid, Statnett and Svenska Kraftnät welcome the consultation process launched by ACER regarding Consentec's report on the "Review of the ITC annual cross-border infrastructure compensation sum".

The report discusses various alternatives of which many would lead to higher compensation on grid infrastructure costs. Nordic TSOs have assessed consequences of possible increases in the ITC fund and conclude that an increase in the ITC fund gives no incentives but rather disincentives for electricity trade and infrastructure investments. Increasing of infrastructure compensation would also overlap with already existing or forthcoming mechanisms, notably the regulated usage of congestion rents to investments and the measures included in the Electricity Infrastructure Package.

The Nordic TSOs therefore strongly advice that the ITC system is not changed, and that the ITC fund is not increased.

Yours sincerely,

on behalf of the Nordic TSOs

Auke Lont CEO Statnett