



PXs update on the XBID solution procurement and next project steps

Madrid, 8th July 2013

12th IG meeting

South-West Electricity REM

XBID solution procurement status & Implications (1)

- **Following an extensive XBID evaluation process, a unanimous decision could not be reached among the PXs on the preferred offer for the SOB/CMM system:**
 - 3 PXs indicated their preference for one system, 1 indicated its preference for the other system, and another PX did not express a clear-cut preference
 - Individual PXs assessments have been submitted to ACER, and PXs requested ACER for an Opinion on the Service Provider to be selected, fully in accordance with *EU XBID Procurement Agreement*
- **On June the 17th, ACER released its final *Informal Opinion* on the preferred system provider for the SOB/CMM to be used for the implementation of the XBID Target Model in Europe**
- In conformity with the *EU XBID Procurement Agreement* signed by all involved PXs, **APX/Belpex, EPEX SPOT, Nord Pool Spot, OMIE and OTE commit to start contract negotiation with the selected vendor**
- PXs are committed in case of successful completion of negotiation and, following contractual agreement with the vendor, to start services subject to:
 - **receiving reassurance on cost recovery by the concerned parties**
 - finalize the *PX Intraday Cooperation Agreement* setting the cooperation terms between PXs



XBID solution procurement status & Implications (2)

- To meet the challenging objectives set by the Authorities, PXs focus now on exclusive negotiations with the selected vendor, and on planning a deliverables-oriented, yet sustainable, project structure for the implementation of the EU XBID solution

- The project is open to any PX willing to join *PX Cooperation Agreement*

- Co-existence of regions and isolated areas is supported by the solution



Coming focus areas

- Finalisation of the **PX Cooperation Agreement**
- Start of contractual negotiations with the vendor:
 - Negotiation of **key terms**
 - Potential ***Letter of Intent*** to enable to start the work
 - to be further elaborated with relevant parties
- **Budget & Cost-recovery agreement:**
 - Definition of general cost recovery scheme with the TSOs & NRAs
 - Estimation of the project budget (pre-requisite to obtain cost recovery assurance)

