Status update on REMIT implementation

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**Public Workshop on REMIT implementation
Ljubljana, 3 April 2014**

Outline

- Background

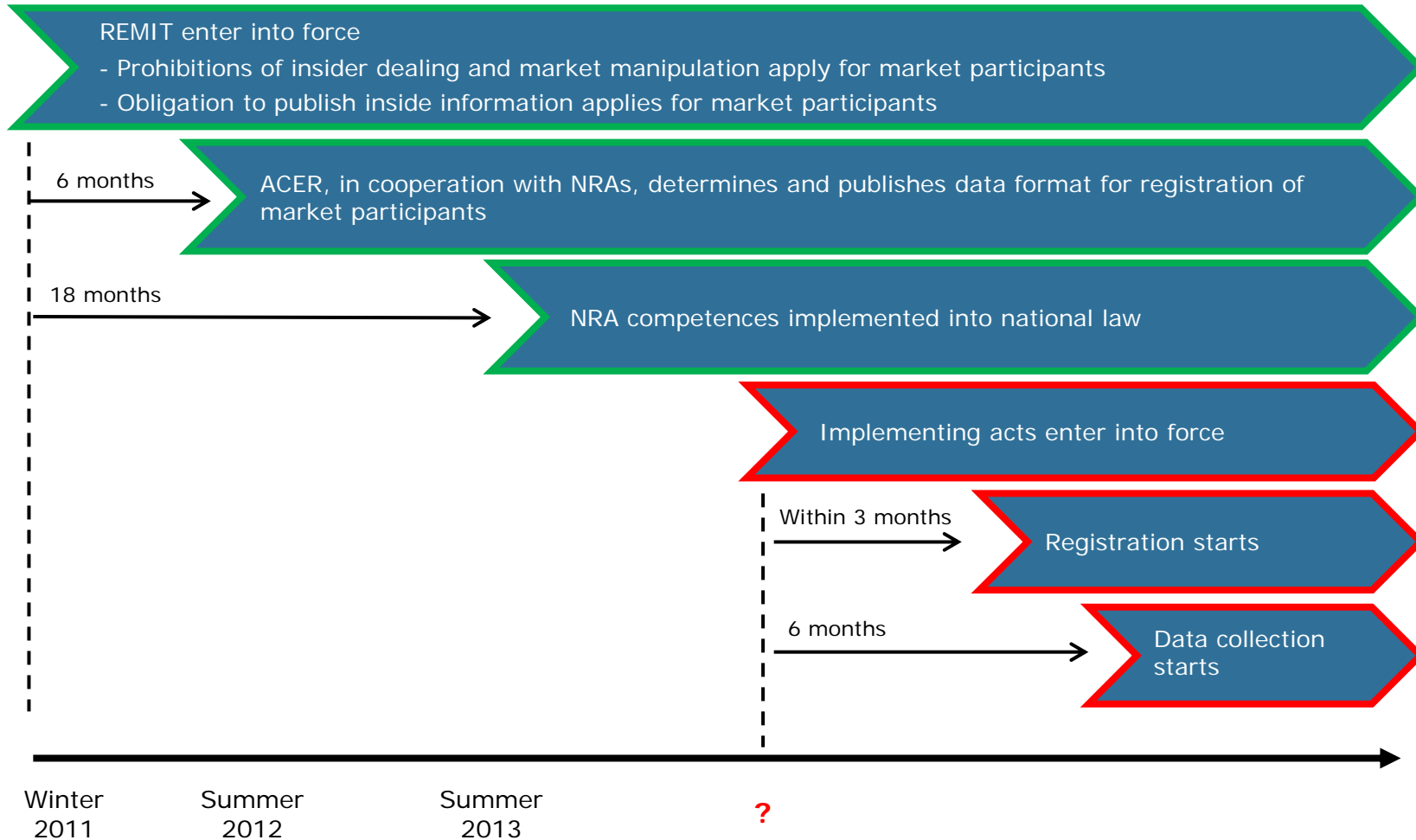- REMIT policy implementation

- REMIT IT implementation

Timeline for REMIT implementation

Phase 1: Triggered by entry into force of REMIT

Phase 2: Triggered by entry into force of REMT implementing acts

REMIT enter into force
- Prohibitions of insider dealing and market manipulation apply for market participants
- Obligation to publish inside information applies for market participants

6 months

ACER, in cooperation with NRAs, determines and publishes data format for registration of market participants

18 months

NRA competences implemented into national law

Implementing acts enter into force

Within 3 months

Registration starts

6 months

Data collection starts

Winter 2011

Summer 2012

Summer 2013

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The implementing acts and REMIT implementation at ACER

- Ongoing involvement and discussions of the implementing acts with DG ENER following the 1st comitology meeting on 20 December 2013, in particular concerning the specification of data fields.

- Commission's timeline for implementing acts:

  » Draft rules presented to Committee – December 2013

  » Entry into force ~ Q2 '14

  » Start of data reporting ~ Q4 '14

In parallel, ACER is developing:
o IT solutions for registration of market participants, data collection, and mechanisms for sharing information
o 3rd level REMIT rules and other REMIT policies

Hierarchy of REMIT rules

1ˢᵗ level

REMIT

2ⁿᵈ level

REMIT Implementing Acts (IAs) on the basis of Article 8 of REMIT

3ʳᵈ level

Trade Reporting User Manual (TRUM)	Requirements for the registration of RRMs (trade data)	Requirements for the registration of RISs (fundamental data)
Procedures, standards and electronic formats for the reporting of fundamental data	Technical Specification Document for RRMs	Technical Specification Document for RISs

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Policy documents foreseen in 2014

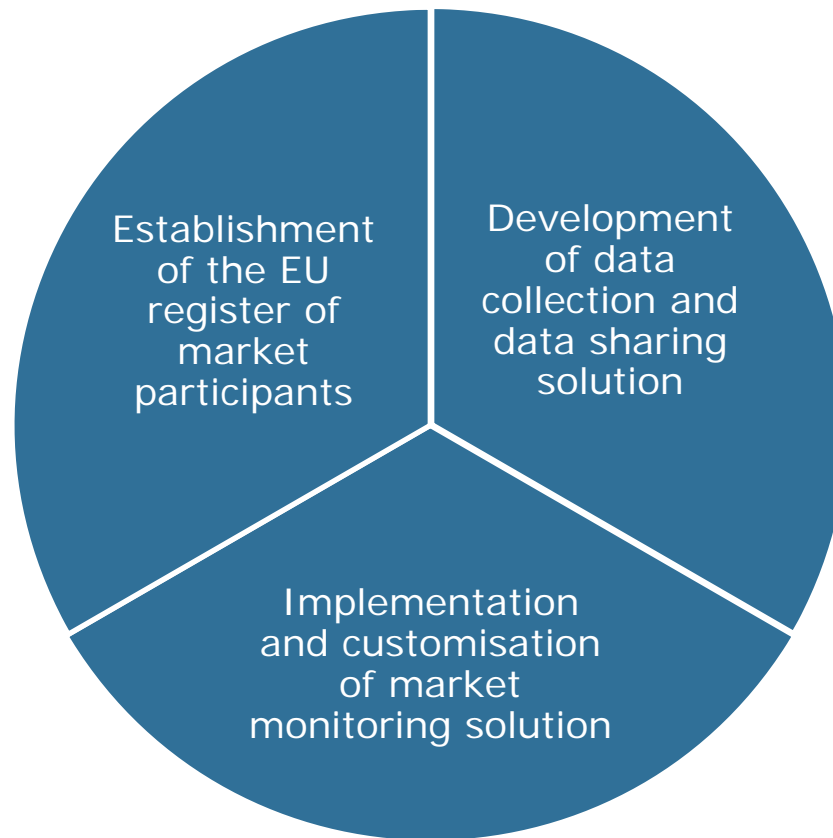| Document	Legal basis	Consult. period	Issued
Mechanisms for sharing information	10(1)	N/A	Exp. Q2 2014
Transparent rules for the publication of information – registration data	12(2)	Dec 2013	Exp. Q3 2014
Trade Reporting User Manual (TRUM)	12(1)	April 2014	In parallel with REMIT IAs
RRM and RIS Requirements	12(1)	Mar-May 2013	In parallel with REMIT IAs
Technical Specifications for RRMs and RISs	12(1)	N/A	In parallel with REMIT IAs
Procedures, standards and electronic formats for the reporting of fundamental data	12(1)	May 2014	In parallel with REMIT IAs

- Public consultation (Dec 2013)

- Complete registration process (parents and related undertakings)

  » Name
  » Full address
  » Identification codes (ACER code, EIC, BIC, LEI, etc.)

- Increase transparency

  » State of residence / establishment
  » NRA responsible for registration
  » Website and / or place where inside information is published
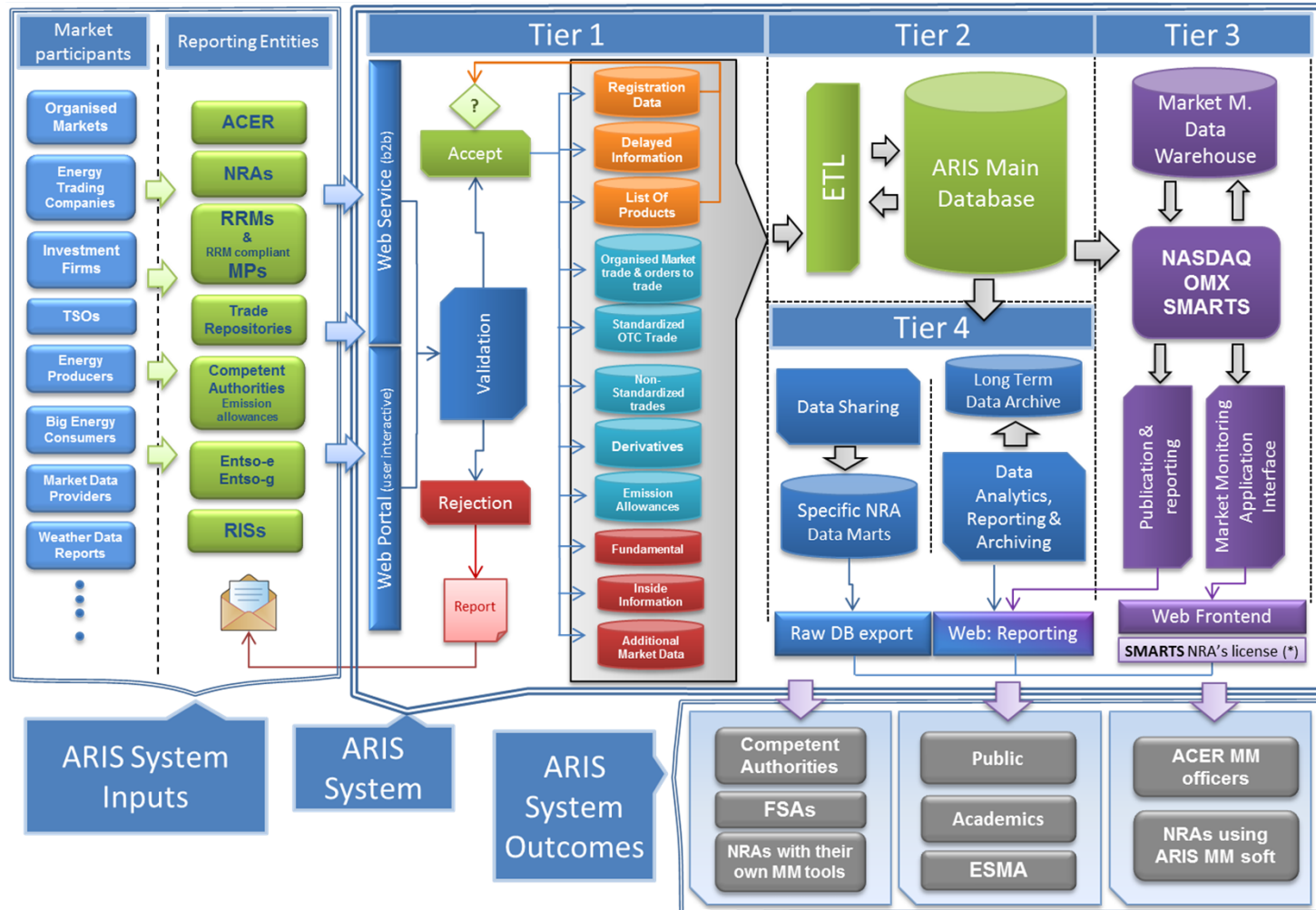
- Consultation of EDPS before finalising policy

- Draft IA mandates ACER to develop *"Procedures, standards and electronic formats for reporting of fundamental data"*

- Aim to facilitate reporting by explaining the details of the reportable information and defining electronic formats

- Focus is at keeping the document relatively short by referring to existing standards (e.g. IEC, Edigas)

- Draft by end of April 2014, to allow consultation with relevant stakeholders

  » Consultation of relevant stakeholders is foreseen in May
  » Final document published in parallel to the adoption of the IAs

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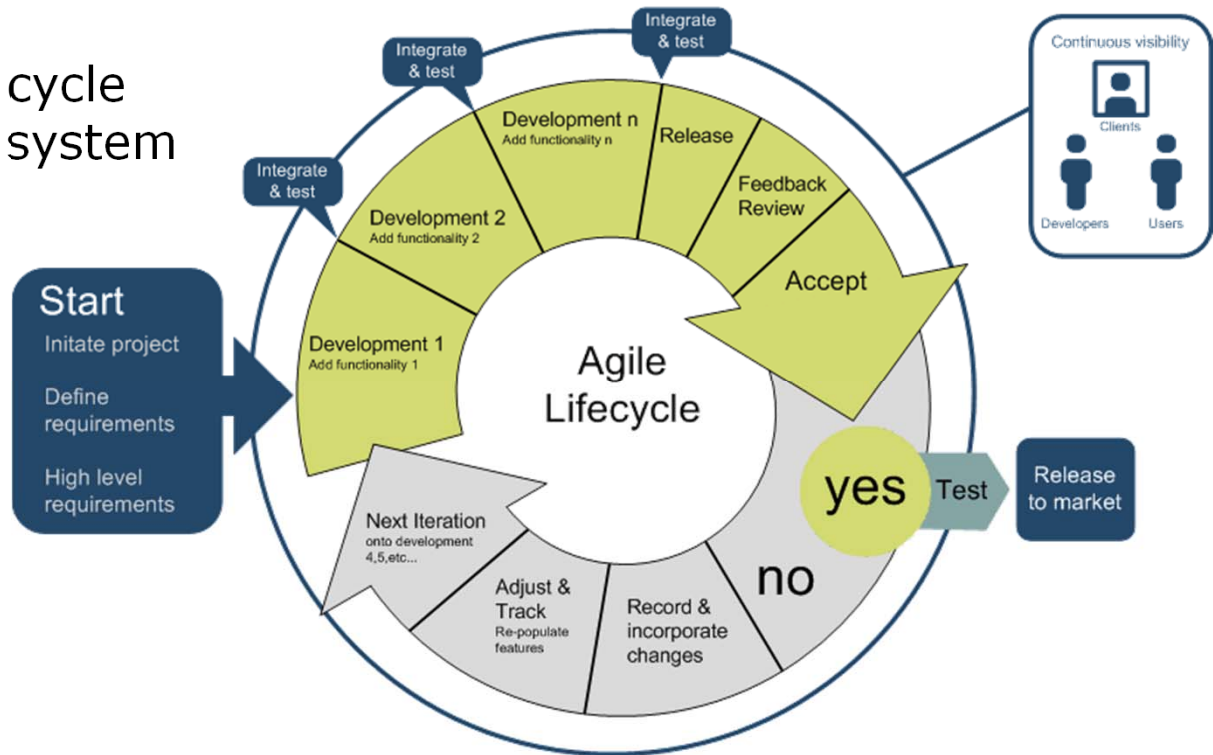
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ACER's REMIT Information System (ARIS)

1st development cycle
ARIS Pilot Project (2013)

**2nd development cycle
ARIS Prototype (ongoing)**

3rd development cycle
ARIS production system

ARIS Pilot Project: Objectives

- To gather valuable input from parties that will be involved in data collection under REMIT

- To develop a working IT system prototype able to collect the data

- To collect sufficient amount of data for initial testing and customisation of Market Monitoring Solution

- To gradually improve and upgrade the prototype to become a fully functional ARIS system

- To identify open issues and problems in the early phase of ARIS implementation

ARIS Pilot Project: Key activities

ACER
Agency for the Cooperation
of Energy Regulators

**Completed activities
by October 2013:**

- Kick-off meeting 11 July 2013.
- Collecting input from pilot participants (XML schemas, etc.).
- Default XML schemas developed.
- Testing environment set up and configured.
- Tier 1 interface deployed and ready.
- Tier 2 central database model designed (but not implemented).
- Pilot user manual ready.
- Progress meeting 4 October 2013
- Preparing the data sourcing and setting up the testing environment for Market Monitoring SW – Tier 3.
- Analysing XML schemas from market participants (possibility of supporting additional formats).
- Upgrading the Tier 1 interface to support additional formats.

**Completed activities
by November 2013:**

- Developing the Tier 2 central database module (logical data model, data import/export).
- Working with pilot project participants mainly on formats and specific issues on reporting.
- Collection of data.

**Completed activities by
January 2014:**

- Analysis of data collected.
- Evaluating the lessons learned and issues encountered.
- Preparing the final pilot project report.
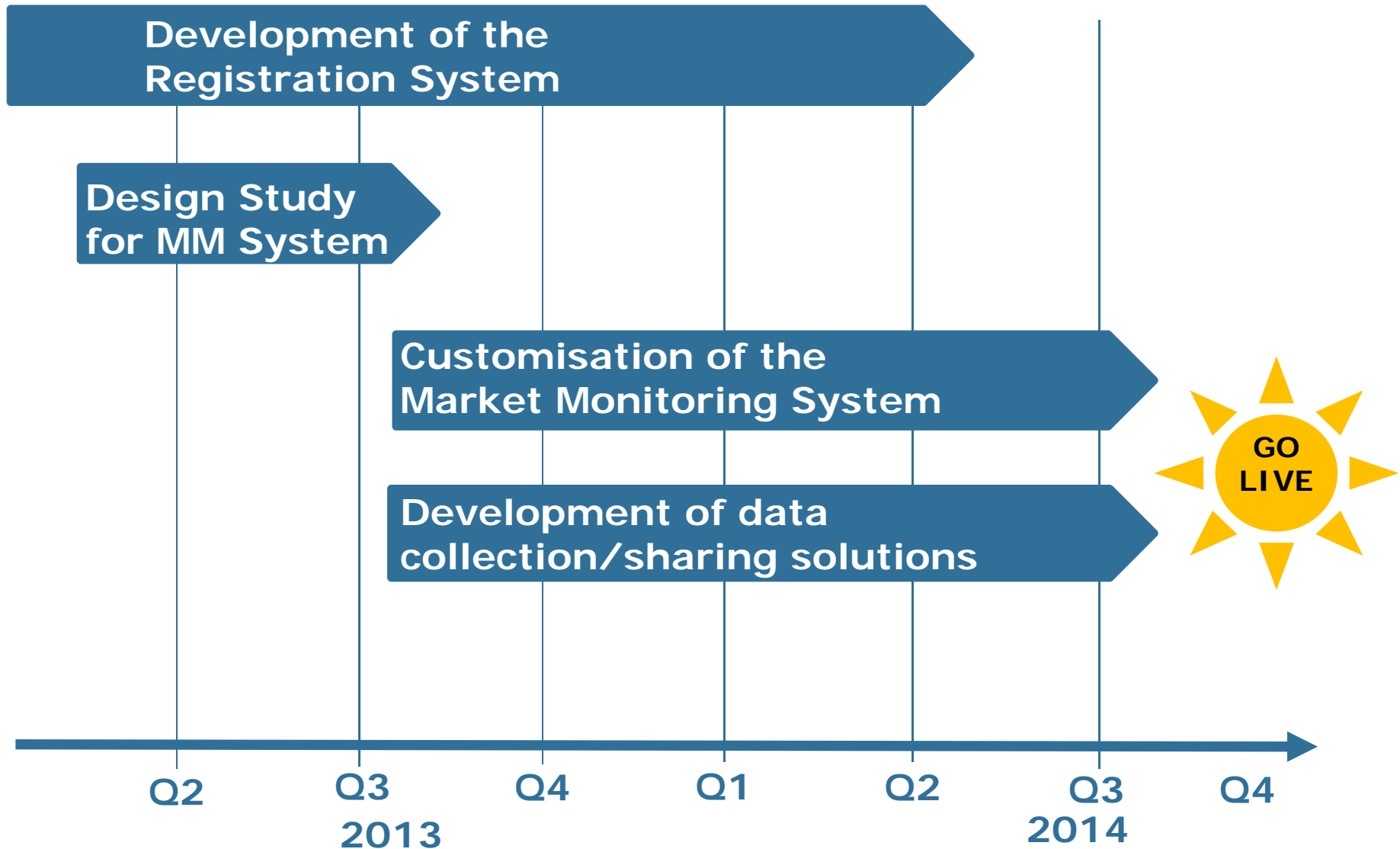- Preparing for the second stage after November – ARIS Operational Prototype.

- Very short timeframe for a complex project

- Although the Pilot Project was limited in scope, ACER proved that it is able to quickly prepare, develop, implement and support an IT solution for data collection

- Default XML schemas were developed for the data reporting, taking into consideration input received from pilot participants – revision of XML schemas necessary to accommodate for any changes in ongoing Implementing Acts adoption process

- IT solution capable to collect data in a very simple way available

- Significant effort will be required from market participants to properly prepare for data collection (significant delay of data submission)

ARIS Operational Prototype

- 2nd phase of the Pilot (ARIS Operational Prototype) was kicked-off on 25 November 2013

- The ARIS Operational Prototype will precede the 'go-live' phase

- Planned to further enhance ARIS development and to result in consistently anonymised data

- Data collection will focus on data types to be reported in the first phase of data collection (i.e. 6 months after the adoption of the implementing acts)

    » Transactions in standardised supply contracts, including orders to trade
    » Derivatives
    » Fundamental data
    » (Inside information and reference data)

- Evaluation and next steps are planned for late spring 2014

Questions?

Thank you for your attention!

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