

Stakeholder Reference Group Weekly Meeting

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ATTENDEES

<i>Member Name</i>	<i>Organisation</i>
Alejandro Falkner Falgueras	DSO Entity
Christian Kjaer	Current
Franklin Streichenberger	CO2Value
Elisabeth Cremona	Ember
Ganni Vassallo	Bellona
Giuseppe Lorubio	EHI
Grzegorz Pawelec	Hydrogen Europe
Joni Karjalainen	CAN Europe
Lasse Torgersen	IFIEC
Marcia Poletti	SmartEn
Maria de los Angeles De Vicente Puente	GIE
Mohammed Abi Afthab Olikathodi	Eurelectric
Pawel Lont	EFET

<i>Observers Name</i>	<i>Organisation</i>
Maciej Grzeszczyk	European Commission
Alexander Kättlitz	ENTSO-G
Roberto Francia	ENTSO-G
Lea Dehaut	ENTSO-E
Kamila Paquel	ESABCC

<i>Co-convenors & vice-convenors</i>	<i>Organisation</i>
Andrzej Ceglaz	RGI
Eva Hennig	Gas DSOs in CEDEC, Eurogas, GD4S, GEODE
Vasiliki Klonari	Wind Europe
Bram Claeys	RAP

AGENDA POINTS

11.00-12.00 am	<ol style="list-style-type: none"> 1. Welcome 2. TYNDP 2024 feedback process – follow up on Proposal 25 on hydrogen prices. 3. Reminder: complementary voting for an additional recommendation (Proposal 37) 4. The next steps – proposing working groups 5. Adjustment of ToR – timeline and voting (to be completed by the end of February) 6. 22.02. – meeting with ENTSOs about the 2026 TYNDP timeline and stakeholder engagement plan 7. 29.02. – meeting with ACER and EC 8. AOB
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SUMMARY

Point 2	<p>Proposal 25 regarding hydrogen: the convenors reached out to Hydrogen Europe and EFET. Due to the very short timeline a concrete price mechanism could not be defined, but the useful valuable insights have been discussed on how a mechanism for the 2026 process could be set. In addition, the ENTSOs informed the convenors that the timeline was already February 19th instead of February 24th, 2024, as was discussed in the meeting of February 15th, 2024. As hydrogen pricing is an important parameter in the scenarios, a sensitivity shall be run after the modelling exercise is finished. The results of sensitivity will not change the outcome of the final report anymore, but still will give valuable insights for the 2026 process.</p> <p>To run the sensitivity price setting mechanisms are needed for:</p> <ul style="list-style-type: none"> • Import H2 prices in €/MWh for each country and hour; • Electricity prices for the hydrogen production. Currently spot market prices are assumed. The mechanism cannot be too complex and differentiate between Z1 and Z2. <p>The data has to be sent to the ENTSOs on March 5th, 2024 (awaiting feedback from ENTSO-E).</p> <p>To formal report summarising the SRG's feedback to the preliminary 2024 scenario results will be finalized in the upcoming days, with no additional proposals for hydrogen prices, but mentioning that first ideas for a hydrogen price mechanism will be collected and shared with the ENTSOs.</p> <p>Additional topics or parameters that have been defined in the proposals, e.g. demand response or wind capacity, shall be then selected by the SRG and proposed to ENTSOs for complementary sensitivity analyses. Therefore, this first exercise can be used as a learning experience.</p> <p>It has to be taken into account that the 2026 TYNDP model will differ from the 2024 model, e.g. by adding methane simulations. This means that sensitivities tested in the 2024 model might lead to different conclusions than sensitivities tested in the upcoming 2026 model. This is an experience of ENTSOs, while comparing 2022 and 2024 models. For this reason, the work of the SRG on detailing the proposals should start as soon as possible as it will influence the development of the 2026 model.</p>
Point 3	<p>Reminder to the SRG members to vote on the Proposal 37. Only 7 votes have been registered so far. 15 votes are needed for a quorum.</p>

Point 4	<p>Next steps</p> <ul style="list-style-type: none"> • Official response to the ENTSOs with all proposal. • Proposal for several sub-working thematic groups to work on details of the proposal that will then be discussed with the ENTSOs. The convenors will propose members to join certain subgroups according to their experience and expertise. • Finish the ToR, send them to the SRG members for voting. • Meeting 22.2.2024 with ENTSOs on timeline and stakeholder engagement. • Meeting 29.2.2024 with ACER and European Commission.
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ACTIONS		FOLLOW-UP + RESPONSIBILITY
Action 1	Members with knowledge on hydrogen pricing and interest to contribute to a first price setting mechanism please contact the convenors	All, as fast as possible, please contact the convenors
Action 2	Final feedback from ENTSOs on delivery date March 5 th , 2024, for the hydrogen price setting mechanism for sensitivity run.	ENTSOs, as fast as possible
Action 3	Members vote on proposal 37	All members
Action 4	Create sub-working groups on the different proposals	Convenors, distribute on Feb 26 th and discuss in next weekly call on Feb 27 th
Action 5	Finalize ToR, distribute to SRG members, Voting process	Distribution to the SRG members until Feb 27 th , voting until March 4 th , 2024
Action 6	Finalize feedback report and send to ENTSOs	Andrzej until 1.03.