

Ministry of Economic Affairs



Legal framework

Joost Vermeulen Ministry of Economic Affairs

Legal framework | October 14, 2015



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Electricity and gas bill (STROOM)

Why important?

- Assigns TenneT as operator of offshore transmission system
- Introduces scenario
- Requires TenneT to submit offshore investment plan

Time schedule

- Yesterday: bill adopted by House of Representatives
- Now December: questions by Senate
- December: Senate
- In force: 1 January 2016

Ministerial Order:

Draft next week on <u>www.internetconsultatie.nl</u>





Scenario offshore wind energy

Fundamentals

- Why? -> government steering
- Objective: provide a spatial, time and technical framework for development of offshore wind in the Netherlands
- Level of detail: functional (design) requirements (outline)
- Starting point: minimisation of LCOE

Relationships

Spatial: Road map

Scenario open for consultation until 10 November on www.internetconsultatie.nl

- Time: Compensation scheme
- Technical: Investment plan and legal framework TenneT
- Requirements: scenario for offshore transmission system, site decisions for wind farms



Scenario: security of investments and design

 Ministry of Economic Affairs subsidises TenneT for the offshore transmission system



- Necessity of investments follows from scenario
- Scenario is determined by Minister of Economic Affairs
- Regulator (ACM) tests if TenneT's offshore investment plan is in line with scenario
- Regulator (ACM) tests efficiency of investments

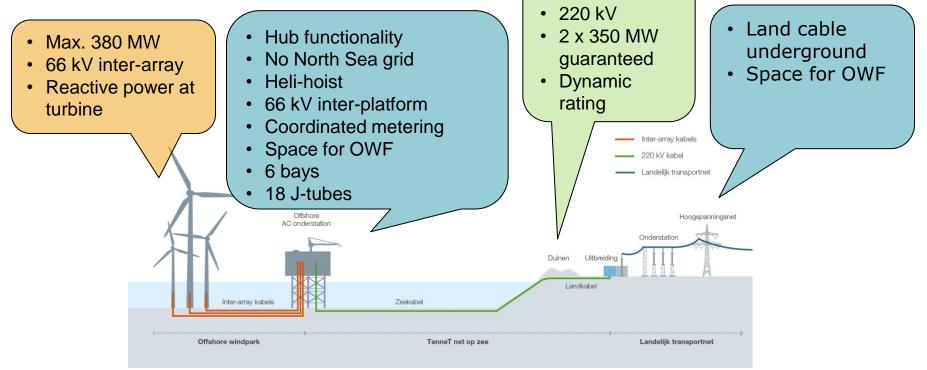
-> Changes in (essence of) design of offshore transmission system after publication of scenario are unlikely



Scenario: requirements

Delivery date:

- Borssele Alpha: 31 Aug 2019
- Borssele Beta: 31 Aug 2020



• AC



Technical requirements TenneT, legal framework (REA and CTA)

What happened since June workshop?

- 2 July: Technical expert meeting
- 28 July: Publication of draft model agreements & GTC's
- 1 September: publication of RVO's revised Project and site description Borssele Wind Farm Zone, site I and II
 - Includes overview of legal framework
- 9&10 September: Legal Consultation
- 24 September: Technical expert meeting
- 9 October: Publication of overview legal input including TenneT's position and draft Annexes
- 13 October: Publication of second draft model agreements & GTC's



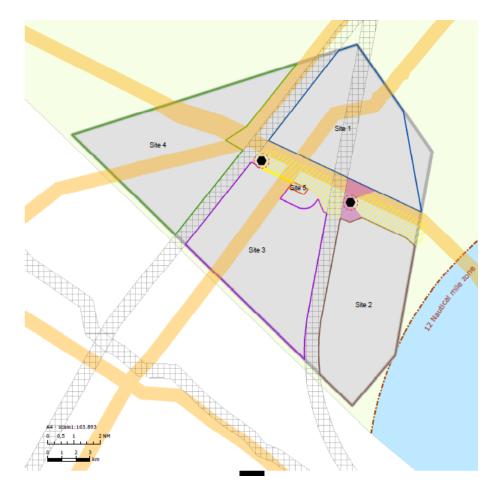
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Next steps

- 15&16 October: Legal Consultation
- 23 October: final deadline for submission of questions/views related to TenneT's offshore legal framework via <u>netopzee@tennet.eu</u>
- Prior to opening of the first SDE+ offshore wind subsidy tender TenneT will conclude and publish the offshore model agreements
- The winner of each tender is to enter into individual realization and connection & transmission agreements including GTC's with TenneT, in accordance with the model agreements



Innovation Wind Farm Site V:Location





Innovation Site V:Aim and criteria

Aim

Demonstration of mature innovations (~ TRL 8), no prototype testing

Criteria

- Will be elaborated by TKI Offshore Wind and government
- This autumn consultation/workshops on outline of subsidy scheme and criteria
- First glance:
 - Contribution to cost reduction
 - Contribution to market development and export potential
 - Time to market
 - Reduction of ecological footprint, etc.



Innovation Site V:subsidy scheme and planning

Subsidy scheme

- Subsidy grant connected to permit to operate site V
- 'Base' subsidy from regular SDE+ for produced MWh
- On top of that innovation subsidy, based on existing innovation subsidy schemes
- Check on state aid

Planning





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End

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