

Consultation 46 report



1 Introduction	3
2 Consultation process	3
3 Outcome of consultation process	3
4 Appendices	3
4.1 Appendix I: Market consultation – public material	3

1 Introduction

From the 26th of October 2020 until the 13th of November 2020 included, Fluxys Belgium consulted the market on its proposed changes in the regulatory documents.

The proposed modifications in the regulatory documents aim at:

- (i) The integration of Zelzate 2 into VIP BENE
- (ii) The alignment of the definitions with regards to the injection of new gases (i.e. biomethane) in the natural gas transmission grid
- (iii) The clarification of the definition of collateral taking into account short term bookings
- (iv) Technical changes

2 Consultation process

Fluxys Belgium launched this market consultation by publishing the proposed documents on its website - at the usual location for such consultations, supported by an announcement on the homepage - and via direct e-mailing to all registered market participants and associations. During the period from October 26th until November 13th (included), stakeholders were invited to submit their written feedback and, if needed seek additional information through bilateral contacts with Fluxys Belgium.

Taking into account the different comments received, Fluxys Belgium submits for approval to the CREG, the so amended version of the STA, TP and ACT.

3 Outcome of consultation process

All comments received are listed and individually treated in the "Q&A's", included in the consultation report submitted to CREG – see appendices.

Feedback was received from 2 individual Network Users and 1 representing organization, FEBELIEC.

The feedback from the Network Users is confidential. The representing organization is supporting the integration of Zelzate 2 into the VIP BENE but raises some questions concerning market integration and price convergence and is mentioning that a quantified analysis should have been done. Given the service offer of Fluxys Belgium does not change significantly and Fluxys Belgium is not a party of the market integration initiative on the Dutch side, Fluxys Belgium did not conduct such analysis.

The organization is also indicating the strict timing and short time before implementation of the consultation. Fluxys Belgium recognises this but wants to mention that there was a general communication and individual meetings done beforehand.

Concerning the Injection of new gases, the representing organization is raising a concern about gas composition and quality and the influence it might have on industrial processes. Fluxys Belgium confirms it will continue to strive delivering all over the Natural Gas network a stable and predictable gas quality that is within the applicable contractual and legal specifications.

4 Appendices

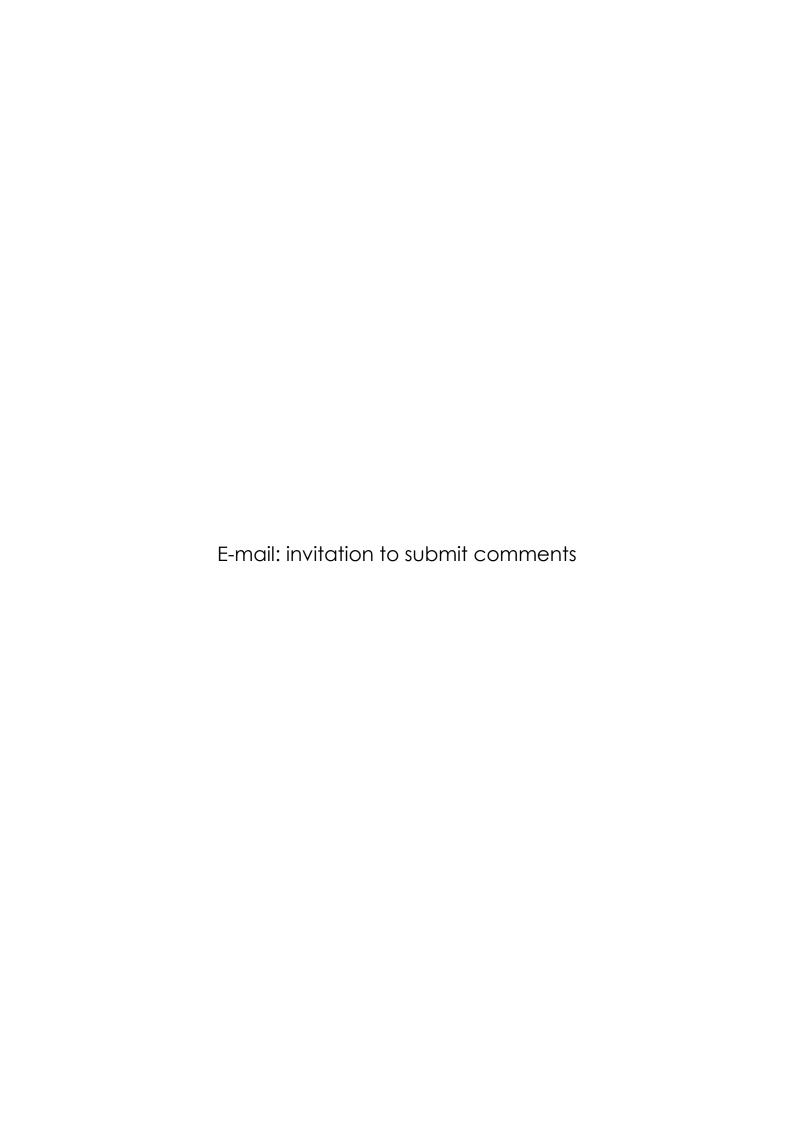
4.1 Appendix I: Market consultation – public material

fluxys ³



shaping together a bright energy future

- 1. Market consultation public material
 - a. E-mail: invitation to submit comments
 - b. List of documents in consultation
 - c. Questions & Answers
 - d. Printed copy of written comments





Fluxys Belgium: Market Consultation 46 Changes in the regulatory documents

Dear customer,

As from 26 October 2020, participate in our market consultation on the transmission regulatory documents with a focus on:

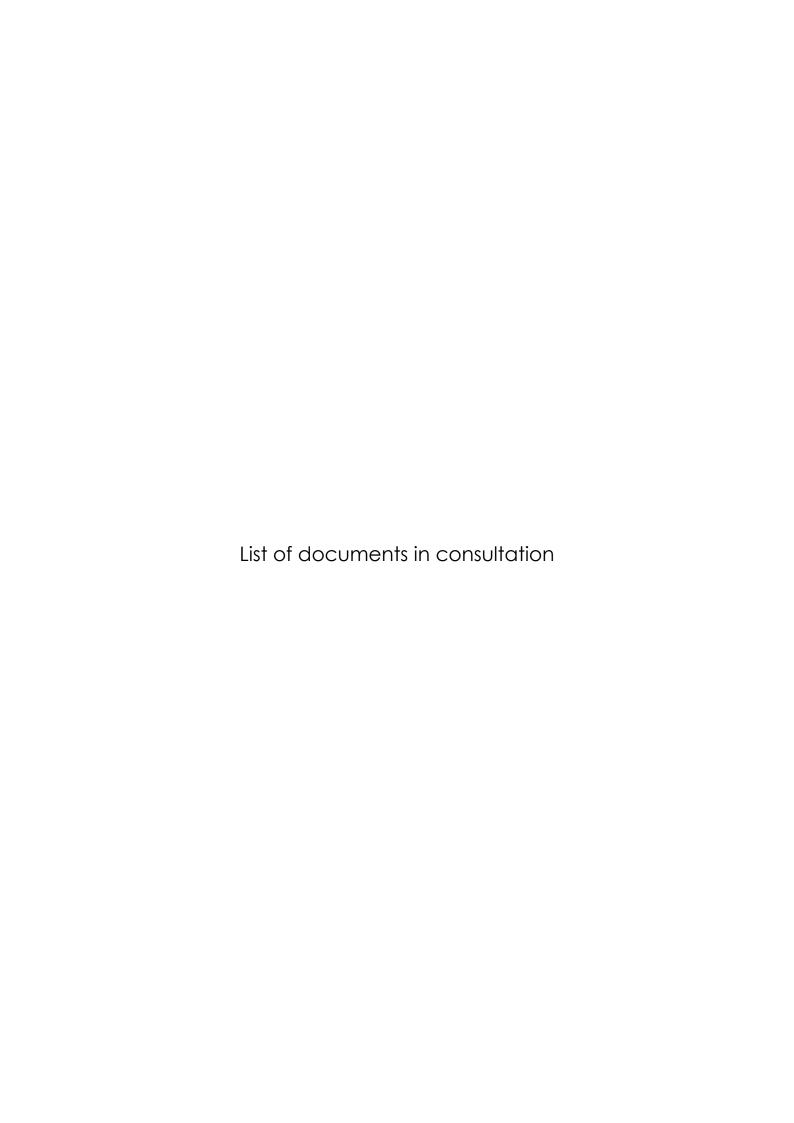
- The integration of Zelzate 2 into VIP BENE
- The alignment of the definitions with regards to the injection of new gases (i.e. biomethane) in the natural gas transmission grid
- The clarification of the definition of collateral taking into account short term bookings
- Some technical changes

You will find all the details on our website.

You are kindly invited to send your written comments to marketing@fluxys.com by Friday November 13th 2020. Please specify in your response, whether the content is to be treated as confidential or not. Unless otherwise mentioned, all comments will be treated as non-confidential.

A Souad

Yours sincerely,



The documents are available on our website: https://www.fluxys.com/en/productsservices/empowering-you/customer-interactions/consultations-in-belgium/fluxys-belgium-marketconsultation-46

Market Consultation 46 - Changes in the regulatory documents

COMPANY Fluxys Belgium ACTIVITY Transmission

26/10/2020

As from 26 October 2020, participate in our market consultation on the transmission regulatory documents with a focus on:

- · The integration of Zelzate 2 into VIP BENE
- The alignment of the definitions with regards to the injection of new gasses (i.e. biomethane) in the natural gas transmission grid
- The clarification of the definition of collateral taking into account short term bookings
- Some technical changes

The following document summarizes the proposed changes: One page note

Documents in consultation (with track changes):

Standard Transmission Agreement

Transmission Program

Access Code for Transmission Attachment A

Access Code for Transmission Attachment B

Access Code for Transmission Attachment C1

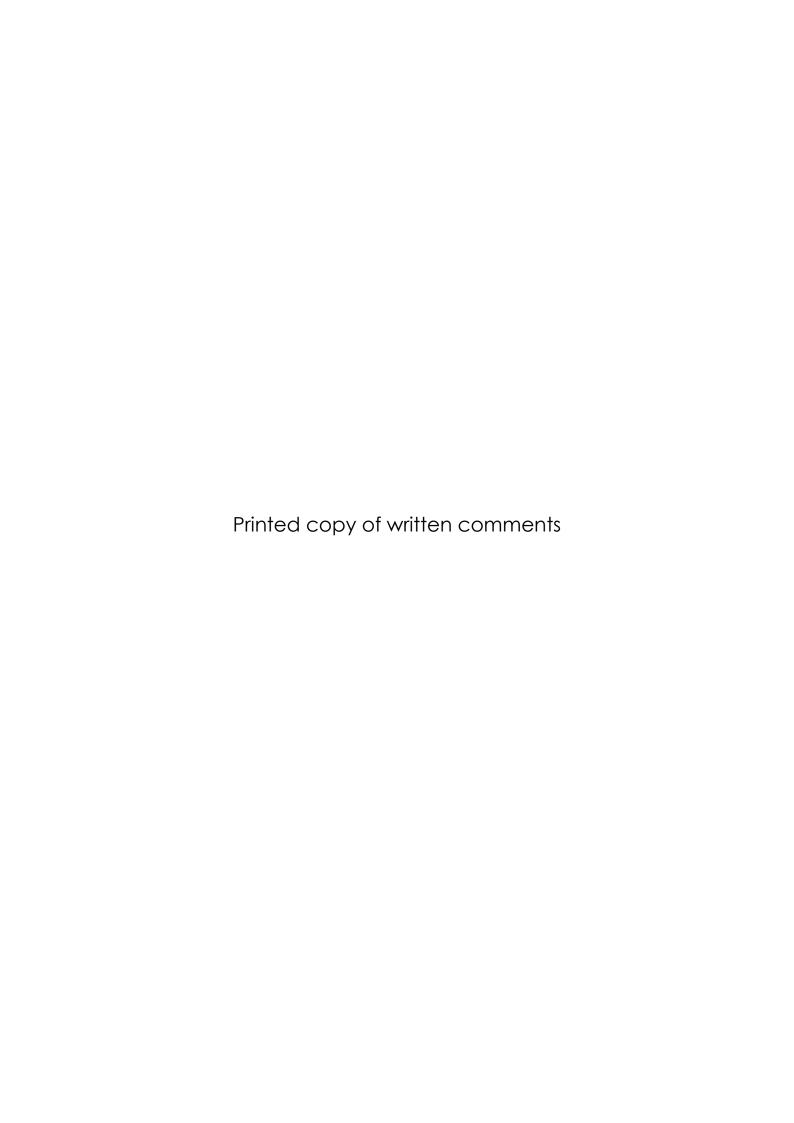
Access Code for Transmission Attachment C2

Access Code for Transmission Attachment C4

Access Code for Transmission Attachment D



	Questions and Answers							
#	From	Confidential?	Topic	Questions / Comments by Stakeholders	Answers / Comments by Fluxys Belgium			
1.1	Febeliec	No	Integration Zelzate 2 into VIP BENE	Febeliec regrets, however, the absence of a quantified analysis (CBA) of the impact of the proposals on market integration and price convergence. Furthermore, Febeliec requests Fluxys to perform an impact assessment on existing long or medium term contracts for capacity reservation on the Zelzate 2 interconnector and to make sure no market parties are negatively impacted by the proposed VIP integration.	The market integration and price convergence is at the Dutch side and Fluxys Belgium was no party to the market integration initiative. As from January 1 2021, the old Zebra network will be integrated in the GTS network and Fluxys Belgium is following the European Commission Regulation (EU) 2017/459 of 16 March 2017 establishing a network code on capacity allocation mechanisms in gas transmission systems (NC CAM). Article 19.9 of this Regulation explicitly provides that when two or more interconnection points connect the same two adjacent entry / exit systems, the relevant adjacent transmission system operators shall offer the capacities available at the interconnection points at one virtual interconnection point. At the Belgium side, there is no impact on the booked capacities. Future capacity bookings will be done on the VIP BENE that contains the former Zelzate 2 interconnection point.			
1.2	Febeliec	No	Injection of new gases	allow the injection of new gases (i.e. biomethane) in the natural gas transmission grid, Febeliec refers to its answer to Market Consultation 47, and more specifically to the potential impact of the gas composition and quality on industrial processes, as well as on the importance of the predictability and speed of change of gas quality and composition for the integrity of industrial processes using natural gas. Febeliec strongly advicesFluxys *to continue to strive for a stable and predictable gas quality and composition in the whole of its grid, acknowledging that current gas quality is well within the legal specs; *to thoroughly consult grid users potentially impacted by the injection of "new gases" every time a new producer requests injection into the Fluxys grid.	was created, concerns potential impact of the gas composition and quality on			



All reactions						
Company	First Name	Last Name	Confidential			
FEBELIEC	Peter	Claes	No			



Fri 13/11/2020 22:14

FEBELIEC <febeliec@febeliec.be>

Fluxys Market Consultation 46 - Changes in the regulatory documents - Febeliec reaction

O marketing@fluxys.com

You replied to this message on 16/11/2020 12:57.

Fluxys Market Consultation 46 - Changes in the regulatory documents - Febeliec reaction

- Febeliec thanks Fluxys for the opportunity to react to this consultation and the proposed changes in the regulatory documents.
- Febeliec regrets the timing of this consultation:
 - o The consultation ends only 1,5 months before the entry into force of the proposed integration of Zelzate 2 into the VIP BENE, which leaves very little time for Fluxys to respond to the consultation reactions, and even less time for market parties to adapt to the new interconnector situation as of 1/1/2021.
 - The consultation allows only 3 weeks response time (including a holiday week), which leaves very little time for stakeholders to work out an in-depth, consensual reaction to the multiple topics tackled in the consultation documents.
- A priori, Febeliec supports the integration of the Zelzate 2 interconnection into the VIP BENE, as it simplifies the reservation process of cross-border capacity for market parties and contributes to market liquidity and integration. Febeliec regrets, however, the absence of a quantified analysis (CBA) of the impact of the proposals on market integration and price convergence. Furthermore, Febeliec requests Fluxys to perform an impact assessment on existing long or medium term contracts for capacity reservation on the Zelzate 2 interconnector and to make sure no market parties are negatively impacted by the proposed VIP integration.
- As for the proposed changes in definition of natural gas and the changes proposed to allow the injection of new gasses (i.e. biomethane) in the natural gas transmission grid, Febeliec refers to its answer to Market Consultation 47, and more specifically to the potential impact of the gas composition and quality on industrial processes, as well as on the importance of the predictability and speed of change of gas quality and composition for the integrity of industrial processes using natural gas. Febeliec strongly advices Fluxys
 - o to continue to strive for a stable and predictable gas quality and composition in the whole of its grid, acknowledging that current gas quality is well within the legal specs;
 - to thoroughly consult grid users potentially impacted by the injection of "new gases" every time a new producer requests injection into the Fluxys grid.

Kind regards,

Peter Claes*

on behalf of Febeliec vzw/asbl

Federation of Belgian Industrial Energy Consumers BluePoint Brussels Bld A. Reyers, 80

B-1030 BRUSSELS +32 496 59 36 20

RPR Brussel - TVA/BTW BE 0439.877.578

febeliec@febeliec.be

www.febeliec.be

* acting as Manager of Econergy VOF, General Manager of Febeliec

Febeliec represents the industrial consumers of electricity and natural gas in Belgium.

