Annex I – Allocation constraints

Q2 2024

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# Introduction

External constraints may be used by PSE during a transition period of two years following the implementation of this methodology in accordance with Article 26(2)(b) and in accordance with the reasons and the methodology for the calculation of external constraints as specified in Annex 1 to the ID CCM methodology. During this transition period, PSE shall:

1. calculate the value of external constraints on a daily basis for each ID CC MTU;
2. if applicable and in case the external constraint had a non-zero shadow price in more than 0.1% of hours in a quarter, provide to the CCC a report analysing: (i) for each DA CC MTU when the external constraint had a non-zero shadow price the loss in economic surplus due to external constraint and the effectiveness of the allocation constraint in preventing the violation of the underlying operational security limits and (ii) alternative solutions to address the underlying operational security limits. The CCC shall include this report as an annex in the quarterly report as defined in Article 24(5);
3. if applicable and when more efficient, implement alternative solutions referred to in point (b).

# PSE

Due to the lack of functionality to simulate the intraday market in the TSOs central market simulation tool, it is not currently possible to provide data for the annex. Allocation constraint analyses will be carried out once the Simulation Facility capability has been expanded.