

## Press Release

## ENTSOG publishes the draft 2nd Cost-Benefit Analysis Methodology for gas infrastructure projects.

(Brussels, 25 July 2017, PR0139-17) ENTSOG published yesterday the draft version of its 2<sup>nd</sup> costbenefit analysis (CBA) methodology for gas infrastructure projects, as submitted to ACER and EC for their opinions in line with Article 11.6 of Regulation (EU) No 347/2013.

Based on experience gained in developing TYNDP 2015 and TYNDP 2017 and participation in the  $2^{nd}$  and  $3^{rd}$  Projects of Common Interest (PCI) selection processes, ENTSOG has initiated the process of updating the CBA Methodology from the  $1^{st}$  version approved by the European Commission (EC) in 2015.

The development of the 2<sup>nd</sup> CBA Methodology builds on former opinions from the Agency for the Cooperation of Energy Regulators (ACER), on stakeholders' feedback and on the draft report released in March 2017 by the Florence School of Regulation and Deloitte as part of a related study undertaken for the EC. It also builds on an engagement process initiated in early 2017, which involved interested stakeholders, EC and ACER. As part of it, a stakeholder consultation process was undertaken between 19 May and 23 June 2017, the outcome of which is available on ENTSOG's website.

The 2<sup>nd</sup> CBA Methodology is being prepared in a timeline to allow its application for the 2018 edition of the TYNDP and for the 4<sup>th</sup> PCI selection process.

The draft version submitted to ACER and EC for their opinions is available <a href="here">here</a> on ENTSOG website. It proposes tangible improvements, in particular with regards to simplification and transparency. It also examines other topics such as further monetisation and market modelling, and allows for additional inputs until final submission to the EC.

Once ACER and EC opinions have been provided, ENTSOG will submit the adapted CBA Methodology for EC approval. The approval is expected in the second quarter of 2018.

Should you require any further information please contact Stefano Astorri (<u>Stefano.Astorri@entsog.eu</u>) or Laurent Percebois (<u>Laurent.Percebois@entsog.eu</u>).



## **Editorial notes**

- > ENTSOG was founded on 1 December 2009 in line with Regulation (EC) 715/2009. The current number of Members, Associated Partners and Observers can be found at this link.
- > In line with Articles 6, 7 and 8 of the Regulation (EC) 715/2009, ENTSOG has the task of formulating network codes in a number of areas and of adopting various communications: a non-binding community-wide Ten-Year Network Development Plan on biennial basis; Winter and Summer Supply Outlooks; common network operation tools; recommendations relating to the coordination of technical cooperation between community and third-country-TSOs; annual work programmes and annual reports.