



**TOWARD A NEW MARKET DESIGN
WITH LONG TERM ARRANGEMENTS:**

KEY ISSUES FOR RESEARCH RAISED BY THE EUROPEAN COMMISSION PROPOSED REGULATION



CEEM Online Workshop
23 March 2023 - 4:00^{pm} - 6:30^{pm}
Online on Teams
Chair European Electricity Markets (CEEM)

INTRODUCTION AND OBJECTIVES

The European Commission has launched a consultation and released a proposed new regulation for a reform of electricity market. One of the key new elements is the greater role for long term contracts, both to offer better hedging opportunities to consumers and to support investment in low carbon and flexible resources.

Different types of long-term arrangements already exist, ranging from capacity based mechanisms such as capacity markets, , or energy based contracts such as forwards, CfDs or PPA. There has been much discussion on the design of such long term arrangements, in order to preserve efficient price signals and liquidity in forward markets. A related issue that has to date received less attention in public debates and academic research is the issue of the allocation of these long term arrangements costs and their potential effect on the market parties, and on the electricity system.

The objective of the conference will be to discuss the recent proposals from the European Commission in the light of academic research – with a particular focus on the question of the role of long term arrangements, in line with the CEEM research program.

The CEEM has indeed launched a research program over 2023 and 2024 structured around: 1) a series of workshops and conferences and 2) a call for papers for publication in the CEEM working papers and peer reviewed journal articles.

WORKSHOP AGENDA

16h00 Introduction and presentation of the conference

Fabien Roques | CEEM

16h10 Presentation of the proposed european commission regulation

Anne Radermecker | European Commission, DG Energy

16h30 Roundtable discussion from academics

Carlos Batlle Lopez | Comillas Pontifical University Institute for Research in Technology (IIT) in Madrid, MIT

Anna Creti | University Paris Dauphine-PSL

Chloé Le Coq | University Panthéon-Assas Paris II

Karsten Neuhoff | DIW Berlin

Thomas Tangerås | Institute of Industrial Economics, Sweden

18h00 Concluding roundtable with CEEM sponsors

Roundtable discussion with the industrial partners from the Chair CEEM

Representatives from EDF, EPEX SPOT, RTE and TotalEnergies

18h30 Concluding remarks