

# **No Auction Procedure**

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# No Auction Procedure

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## Content

<b>1 Purpose of the procedure .....</b>	<b>2</b>
<b>2 Criteria for application.....</b>	<b>2</b>
<b>3 Price Committee .....</b>	<b>2</b>
<b>4 Sequence of actions.....</b>	<b>2</b>
4.1. Communication to members.....	2
4.2. Convocation of Price Committee .....	2
4.3. Send price estimation of baseload .....	3
4.4. Gather Baseload estimation.....	3
4.5. More than 5 five members in the price committee? .....	3
4.6. Calculation of Price Committee backup prices .....	3
4.7. Calculation of backup price based on historical .....	3
4.8. Publication of backup prices .....	3

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## 1 Purpose of the procedure

The “No–Auction” Procedure will be applied in case of a major incident on SEEPEX day ahead market that cannot be solved with already existing backup solutions, such as:

- backup algorithm to calculate local price if the issue comes from the algorithm
- submission on behalf in case the issue comes from the ETS client only

If none of these backups can be applied, the No Auction Procedure (NAP) can be applied, meaning that the auction is cancelled and reference prices are published on SEEPEX website.

## 2 Criteria for application

In order to apply the procedure, two criteria must be met:

- Technical: the backup measures mentioned here above cannot be applied and ETS is not available
- Timing: the timing indicated in the table are indication to trigger the NAP.

	Technical	Timing
RS	No ETS available	14:30

## 3 Price Committee

The definition of a backup price is based on the estimation of prices provided by the Price Committee. This committee is led by Market operations and constituted by at least 5 members identified among SEEPEX members. An unlimited number of members can be registered as Price Committee members, with the limit of one representative (or one contact email) per member.

During the Price committee, the members are contacted by Market Operations by email (registered contacts). They can provide their estimation of the baseload via email. In case no estimation is provided, Market Operations will try to reach identified members by phone, in order to have at least 5 members to establish the price committee.

## 4 Sequence of actions

This section describes the sequence of actions to be taken after the decision to trigger the No Auction Procedure.

### 4.1. Communication to members

The following message will be sent by email to SEEPEX members:

“Due to a critical incident with ETS on the SEEPEX day ahead market, SEEPEX market operations have triggered the No Auction procedure. The auction for day ahead SEEPEX market is cancelled for delivery date [delivery date] and no orders will be executed for that date. The Price Committee will be consulted in order to determine the price for the SEEPEX market. Prices will be published on SEEPEX website.”

The message is sent to all SEEPEX registered Front Office contacts.

### 4.2. Convocation of Price Committee

The price committee is convoked by email, requesting the estimation of prices according to the following message:

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"Due to a critical incident with ETS on the SEEPEX day-ahead markets, SEEPEX market operations have triggered the No Auction Procedure. The members of the Price committee are kindly asked to provide their estimation of a fair baseload price for SEEPEX markets for delivery date [delivery date] within the next 20 minutes by email to SEEPEX Market Operations. Price committee opening time: xx:xx ; Price committee closing time : xx:xx. One price estimation will be accepted per company."

The message is sent to all "Price Committee" contacts registered on SEEPEX day ahead market.

#### **4.3. Send price estimation of baseload**

After reception of the convocation, the members of the price committee have 20 minutes to submit estimation of the baseload via email to SEEPEX Market Operations.

#### **4.4. Gather Baseload estimation**

The estimations received are gathered in the price calculation file with the name of the member. One estimation only is accepted for each company. In case no estimation are received, market operations call price committee members in order to gather at least 5 estimations.

#### **4.5. More than 5 five members in the price committee?**

In order to reflect a fair price, the price committee must be able to gather at least 5 members. If 5 prices estimations from different members can be received the process follows with the price calculated according to these estimations. If 5 members cannot provide price estimation, the price calculation is performed by SEEPEX Market Operations based on an historical price.

#### **4.6. Calculation of Price Committee backup prices**

Once the baseload estimations have been submitted by at least 5 Price Committee members, the hourly prices are calculated according to the following rule:

- The maximum price and the minimum price are removed from the overall estimation
- The final baseload price is the average of the remaining estimations
- This final baseload is applied to a profile of prices typical of the season. This profile calculates the prices of each hour based on the value of the baseload.

#### **4.7. Calculation of backup price based on historical**

In case less than 5 price estimations could be submitted within the price committee, the price is calculated by Market Operations. In this case it is determined according to the following rule:

- The hourly prices from the day before are used
- They are applied to a profile of prices for each day of the week defined earlier Backup prices

#### **4.8. Publication of backup prices**

The prices are then published on the SEEPEX's website on the homepage. The following text appears in the message:

"Due to a critical incident with ETS on the SEEPEX day ahead markets, SEEPEX market operations have triggered the No Auction procedure. The auction for SEEPEX day ahead Markets was cancelled for delivery date [delivery date] and no orders were executed for that date. Prices, results of the exceptional procedure of Price Committee are published on SEEPEX website"