



At the 2nd RCC meeting of the CEE Electricity Regional Initiative on May 29th 2006, Regulators of the CEE Region have decided on the strategic direction for the future development of the coordinated congestion management in the CEE Region:

- due to the advanced status of the Congestion Management Guidelines after the 2nd Comitology on 26. April 2006 and since after adoption of the Guidelines by the EC, the new binding legal framework for congestion management becomes applicable for the whole EU,
- based on the results of the regulators' analyses of the results from the presently applied system with technical profiles that were presented and discussed at the 1st CEE Implementation Group meeting on 25. April 2006,
- in line with the presentation and proposals for the development of an advanced Congestion Management system of all the CEE TSOs at the 1st CEE IG meeting on 25. April 2006
- and taking into account the information by the TSOs on the difficulties of improving at the same time the present system with technical profiles according to the regulators' requirements and new (→ CM Guidelines) legal framework,

CEE Regulators request the TSOs from the CEE Region to proceed quickly with the development of the *new* system for coordinated congestion management, with coordinated capacity calculation, allocation and nomination so far, based on the physical load flows as proposed and presented – including the description of the key features – by the TSOs on the 1st CEE IG Meeting on 25. April 2006. This shall ensure the achievement of the desired improvements and increase the efficiency of trade in the CEE Region.

The Regulators encourage further the TSOs to invest all necessary resources in that work and ensure rapid *TSO internal* decision processes.

The Regulators confirm their support for this project and objectives and declare the willingness to contribute in the most efficient way and cooperation during the next months:

- ensuring system completion and availability for actual use in 2007,
- TSOs working closely at the operational level with the Regulators, as agreed at the 1st CEE IG meeting on 25. April 2006, including regular exchange of information on deliverables status and actions planned,
- reporting in due time before the actual times of use of the new system to the Regulators – for approval of the system and rules – and all the involved parties – notably users / traders – on the system specifics of importance taking into account the needs of all market participants.