ORESS 1 Auction Process (OR1AP)

17th of April 2023

The Auction Information Pack has been prepared by the TSO in accordance with Section 9.4.1 of the ORESS 1 Terms and Conditions for the purpose of informing Qualified Applicants of the timing, requirements and processes involved in the ORESS 1 Auction. This document contains information with respect to the auction process, roles and responsibilities and timelines.

Version	1.0
Name	OR1AP

EirGrid GROUP

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1. Introduction

1.1. Background and Purpose

In accordance with provisions set forth in the Terms and Conditions for the First Offshore Competition under the Renewable Electricity Support Scheme published in October 2022 and pursuant to Public Service Obligations imposed under Section 39 of the Act, the TSO is responsible for administering the ORESS 1 Auction. The Auction process follows the following high-level steps:



Figure 1 High Level Auction Process Steps

1.2. Offer Process

In accordance with section 6.8 Offer Process, all Qualified Applicants will be invited to submit an Offer Price (denominated in €/MWh) in respect of their ORESS 1 Project. The Offer Price must be submitted before the ORESS 1 Auction Submission Deadline Date.

The Offer Price shall not exceed the Maximum Offer Price Considered which is 150.00 €/MWh. Offers for which the Offer Price submitted exceeds the Maximum Offer Price Considered or for which the Offer Price is not submitted by the RESS Auction Submission Deadline Date will not be considered in the ORESS 1 Auction and in such cases, the Offer will be disregarded and the TSO will be entitled to draw down on the full amount of the Bid Bond.

1.3. Winner Selection

The ORESS 1 Auction takes the form of a simple, sealed bid auction of eligible Offers. The following information calculated from the Offer information submitted by each Qualified Applicant is utilised and evaluated within the winner selection process. Each Offer *o* is comprised:

(a) Deemed Offer Price (DOPo); and
(b) Deemed Energy Quantity (DEQo)

Winner-determination rules will then be applied in accordance with Section 6.9 of the ORESS 1 Terms and Conditions.

1.4. Final Auction Results

The TSO shall issue the Final Auction Results to all Qualified Applicants by the later of: (i) the Final Auction Results Date; and (ii) two Working Days after the receipt of approval from the Minister in respect of the Final Auction Results.

Post-Auction Information to Be Released Publicly
In accordance with section 9.5 of the ORESS 1 Terms and Conditions, the TSO will publish a notification of the Final Auction Results, including:

- the quantity of renewable energy supply (in total GWh/yr of Deemed Energy Quantity) of successful Offers;
- the quantity of renewable energy supply (in total GWh/yr of Deemed Energy Quantity) of unsuccessful Offers;
- the capacity (in total MW of Offer Quantity) of successful Offers;
- the capacity (in total MW of Offer Quantity) of unsuccessful Offers;
- the GWh-weighted average Offer Price of successful Offers; and
- a list of all Successful Applicants and the location, size (Offer Quantity)

The Offer Price for each Successful Applicant will not be published. However, the current Regulatory Authority policy is to publish PSO outturn payments by Supplier to each Generator.

2. Key Dates

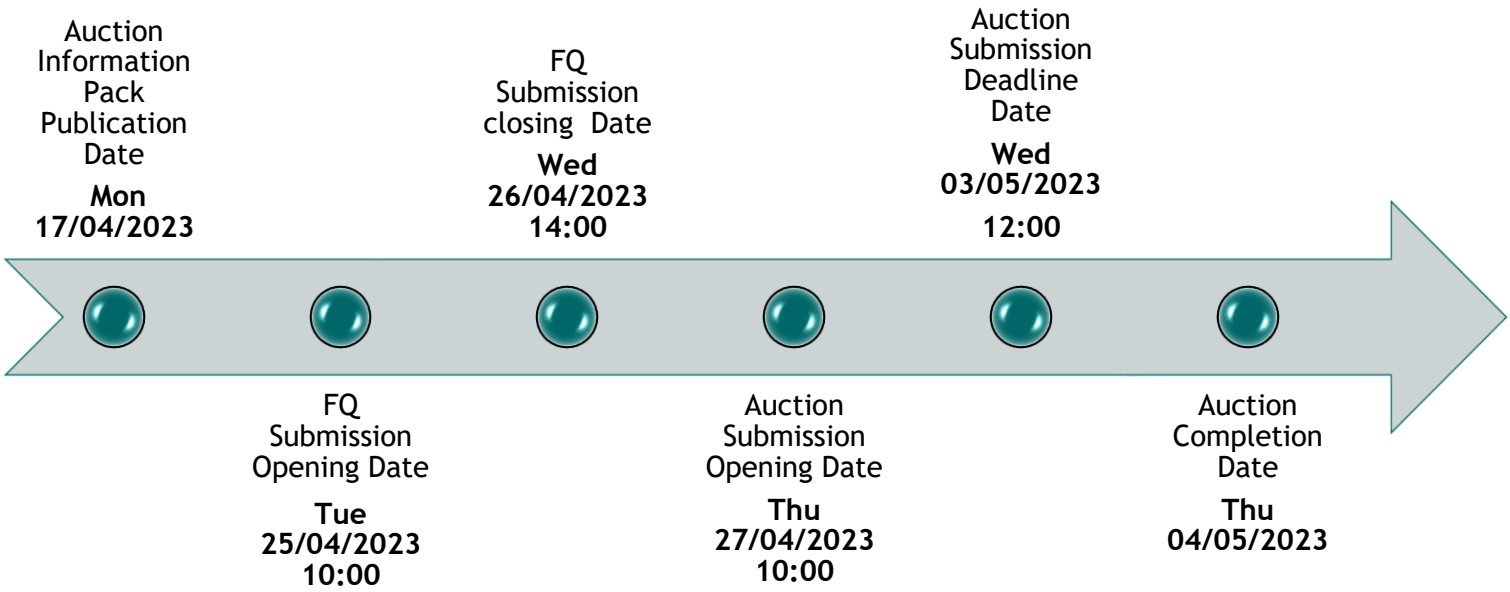
2.1 Auction Dates and Times

The TSO has published a series of timelines with which the TSO and RESS Applicants are required to adhere to. The key RESS Auction Dates are

Key Auction Dates		
	Auction Information Pack Publication Date	The scheduled publication date for the Auction Information Pack.
	Financial Questionnaire Submission Opening Date	The date and time for which financial questionnaires, Project Information Document and Declaration of Project Information may be submitted
	Financial Questionnaire Submission Closing Date	The date and time after which financial questionnaires, Project Information Document and Declaration of Project Information will no longer be accepted
	Auction Submission Opening Date	The date and time from which Offer Prices may be submitted.
	Auction Submission Deadline Date	The date and time after which Offer Prices will no longer be accepted.
	Auction Completion Date	The date for conclusion of the ORESS 1 Auction.
	Provisional Auction Results Date	The indicative date for issue of the Provisional Auction Results by the TSO.
	Notice of Auction Dissatisfaction by Participants Date	The date and time by which a Notice of Auction Dissatisfaction (OR1NAD) must be submitted by a Qualified Applicant.
	Final Auction Results Date	The indicative date for issue of the Final Auction Results by the TSO

2.2 Key Auction dates

The timelines below indicate when these occur



2.3 Notice of Dissatisfaction and Auction Results Date



3 RESS Auction Escalation Scenarios

Where an Applicant considers that the TSO has not applied the Terms and Conditions in determining the Provisional Auction Results it can avail of the following processes.



Notice of Auction Dissatisfaction

- In respect of a Provisional Auction Result, where the Qualified Applicant (acting to the standard of a Prudent Industry Operator) considers that the TSO has not applied these Terms and Conditions correctly, they may submit a Notice of Auction Dissatisfaction (OR1NAD) to the Minister within two Working Days of receipt of the outcome of the Provisional Auction Results.
- The Minister shall consider the Provisional Auction Results submitted by the TSO, the Auction Monitor Report (in accordance with the Information Paper) and any Notices of Auction Dissatisfaction submitted by Qualified Applicants in respect of a Provisional Auction Result.

Note - The Notice of Auction Dissatisfaction process is wholly operated and managed by the Minister. Applicants **may** submit a ***Notice of Auction Dissatisfaction form (OR1NAD)*** to the Minister. The Notice of Auction Dissatisfaction form (OR1NAD) can be found in the Auction Information pack on the EirGrid website. The completed Notice of Auction Dissatisfaction form should then be emailed to the DECC mailbox at ORESS@decc.gov.ie copying RESS@eirgrid.com

4 Process Structure and Legends

The following process flow diagrams are made up of columns that identify who are responsible for what activities. The Auction process involves the following three roles:

- Qualified Applicant
- TSO – EirGrid (the Transmission System Operator)
- Minister – Minister of the Department of Environment, Climate and Communications and or any successor.

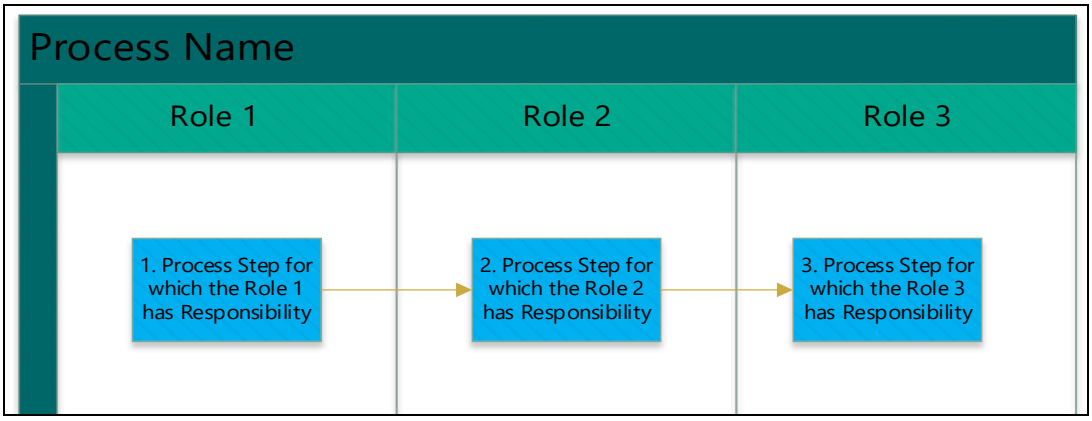
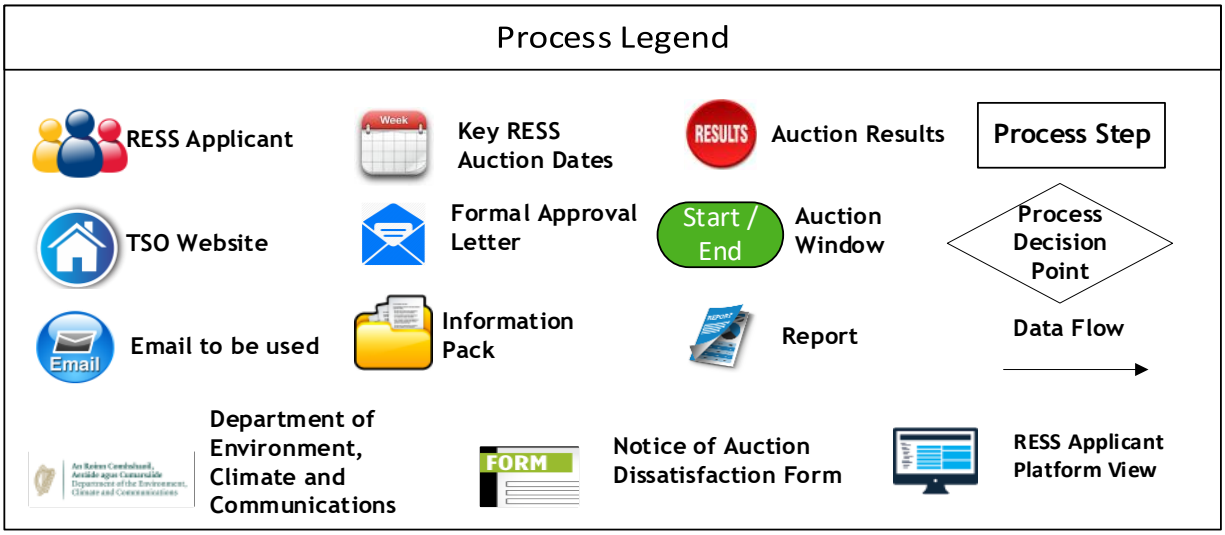
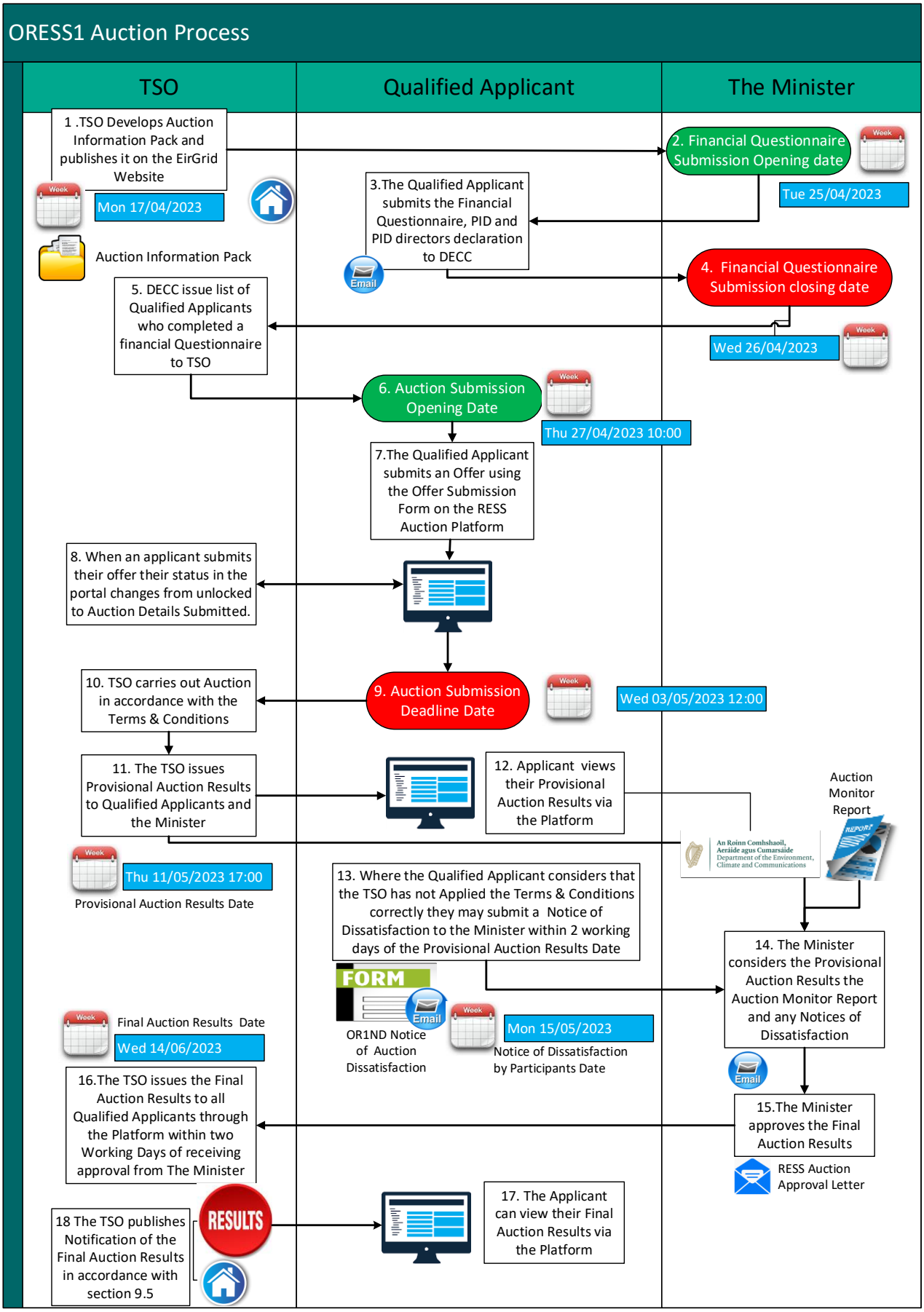


Diagram 1 Example of Roles and Responsibilities swim lanes

Within the process diagrams we use various symbols or legends to make the process diagrams more intuitive to the reader. The diagram below illustrates the symbols used for the Auction process.



RESS Process Flow Auction Legends


ORESS1 Auction Process
TSO
Qualified Applicant
The Minister
1 .TSO Develops Auction Information Pack and publishes it on the EirGrid Website
Mon 17/04/2023
Auction Information Pack
2. Financial Questionnaire Submission Opening date
Tue 25/04/2023
3.The Qualified Applicant submits the Financial Questionnaire, PID and PID directors declaration to DECC
Email
4. Financial Questionnaire Submission closing date
Wed 26/04/2023
5. DECC issue list of Qualified Applicants who completed a financial Questionnaire to TSO
6. Auction Submission Opening Date
Thu 27/04/2023 10:00
7.The Qualified Applicant submits an Offer using the Offer Submission Form on the RESS Auction Platform
8. When an applicant submits their offer their status in the portal changes from unlocked to Auction Details Submitted.
9. Auction Submission Deadline Date
Wed 03/05/2023 12:00
10. TSO carries out Auction in accordance with the Terms & Conditions
11. The TSO issues Provisional Auction Results to Qualified Applicants and the Minister
12. Applicant views their Provisional Auction Results via the Platform
Auction Monitor Report
An Roinn Comhshaoil, Aeráide agus Cumarsáide
Department of the Environment, Climate and Communications
Thu 11/05/2023 17:00
Provisional Auction Results Date
13. Where the Qualified Applicant considers that the TSO has not Applied the Terms & Conditions correctly they may submit a Notice of Dissatisfaction to the Minister within 2 working days of the Provisional Auction Results Date
FORM
Email
OR1ND Notice of Auction Dissatisfaction
Mon 15/05/2023
Notice of Dissatisfaction by Participants Date
14. The Minister considers the Provisional Auction Results the Auction Monitor Report and any Notices of Dissatisfaction
Email
15.The Minister approves the Final Auction Results
RESS Auction Approval Letter
Final Auction Results Date
Wed 14/06/2023
16.The TSO issues the Final Auction Results to all Qualified Applicants through the Platform within two Working Days of receiving approval from The Minister
RESULTS
18 The TSO publishes Notification of the Final Auction Results in accordance with section 9.5
17. The Applicant can view their Final Auction Results via the Platform

5 Auction Process Steps

Steps	Step Description	Timing	Method	By From	To
1	The TSO Develops Auction Information Pack and publishes this pack on the EirGrid Website	Mon 17/04/2023	EirGrid Website	TSO	Applicants
2	DECC opens submission for Financial Questionnaires	Tue 25/04/2023 10:00	Email	Applicants	DECC
3	The Qualified Applicant submits the Financial Questionnaire, PID and PID Directors Declaration to DECC	From 25/04/2023 To 26/04/2023	Email	Applicants	DECC
4	DECC closes Submission for Financial Questionnaires	Wed 26/04/2023 14:00	Email	DECC	Applicants
5	DECC Issues list of Qualified Applicants who completed the Financial Questionnaire to TSO	Wed 26/04/2023 14:00	Email	DECC	TSO
6	Auction Submission Opening Date. This is the first date that the Auction RESS Auction Platform is opened. **Note** the RESS Auction Platform opens at 10am and only authorised users may submit offers.	Thu 27/04/2023 10:00	RESS Auction Platform	Applicants	TSO
7	The Qualified Applicant submits an Offer using the Offer Submission Form on the RESS Auction Platform no later than the ORESS 1 Auction Submission Deadline Date.	From 27/04/2023 to 03/05/2023	RESS Auction Platform	Applicants	TSO
8	When an Applicant submits their offer their status in the RESS Auction Platform changes from Draft to Auction Details Submitted.	From 27/04/2023 to 03/05/2023	RESS Auction Platform	TSO	Applicants
9	Auction Submission Deadline Date	Wed 03/05/2023 12:00	RESS Auction Platform	Applicants	TSO
10	TSO carries out Auction in accordance with the Terms & Conditions.	Thu 04/05/2023	RESS Auction Platform	TSO	
11	The TSO issues Provisional Auction Results to Qualified Applicants and the Minister.	Thu 11/05/2023	RESS Auction Platform and Report	TSO	Applicants Minister

Steps	Step Description	Timing	Method	By From	To
12	Applicant can view their Provisional Auction Results via the RESS Auction Platform.	Thu 11/05/2023	RESS Auction Platform	TSO	Applicants
13	Where the Applicant considers that the TSO has not Applied the Terms & Conditions correctly for the auction the Applicant **may** submit a ***Notice of Auction Dissatisfaction form (OR1NAD)*** to the DECC Minister ***within 2 working days of the Provisional Auction Results Date*** The Notice of Auction Dissatisfaction (OR1NAD) template can be found in the Auction Information pack on the EirGrid website. The completed *Notice of Auction Dissatisfaction form* should then be emailed to the DECC mailbox at ORESS@decc.gov.ie copying RESS@eirgrid.com	Mon 15/05/2023	Email to the Minister	Applicant	Minister
14	The Minister shall consider the Provisional Auction Results submitted by the TSO, the Auction Monitor Report (in accordance with the Information Paper) and any Notices of Auction Dissatisfaction submitted by Qualified Applicants in respect of a Provisional Auction Result.	Up Until Mon 15/05/2023	Internal Ministerial review	Minister	
15	The Minister approves the Final Auction Results and informs the System Operator	Wed 14/06/2023	Email and Letter of Approval	Minister	TSO
16	The TSO issues the Final Auction Results to all successful Applicants through the RESS Auction Platform within two Working Days of receiving approval from The Minister	Within two days of Wed 14/06/2023	RESS Auction Platform	TSO	Applicants
17	The Applicant can view their Final Auction Results via the RESS Auction Platform	Within two days of Tue 14/06/2023	RESS Auction Platform	Applicants	TSO

Steps	Step Description	Timing	Method	By From	To
18	The TSO publishes Notification of the Final Auction Results in accordance with section 9.5 *The TSO will publish a notification of the Final Auction Results, including:* • *the quantity of renewable energy supply (in total GWh/yr of Deemed Energy Quantity) of successful Offers, by Eligible Technology category;* • *the quantity of renewable energy supply (in total GWh/yr of Deemed Energy Quantity) of unsuccessful Offers, by Eligible Technology category;* • *the capacity (in total MW of Offer Quantity) of successful Offers, by Eligible Technology category;* • *the capacity (in total MW of Offer Quantity) of unsuccessful Offers, by Eligible Technology category;* • *the GWh-weighted average Offer Price of successful Offers, for each Preference Category; and* • *a list of all Successful Applicants and the location, size (Offer Quantity) and Eligible Technology category of each successful Offer.*	After Wed 21/06/2023	Website	TSO	General Public

6 Documents to be Submitted to DECC

Following Final Qualification Decisions, Qualified Applicants must submit three documents to the Department of Environment, Climate and Communication. These documents must be submitted by the Financial Questionnaire closing date as per the ORESS 1 Auction Timetable. Further details of these documents are provided below.

6.1 Project Information Document Form

Following Final Qualification Decisions, each Qualified Applicant must complete and submit a Project Information Document (PID) in respect of their ORESS 1 Project to the Minister. The PID must **not be submitted to EirGrid**. The PID must be submitted to the Minister by the Financial Questionnaire Submission Closing Date which can be found in the ORESS 1 Auction Timetable. Further details on how to submit the PID can be found within the form. The key characteristics of the ORESS 1 Project detailed in the Project Information Document must be true and accurate, provided in good faith, based on all available financial and technical data available at the date of the submission of the Project Information Document, and consistent with industry norms.

6.2 Declaration of Project Information

In accordance with section 6.6 of the ORESS 1 Terms and Conditions, as part of an Offer, each Qualified Applicant must provide a Declaration of Project Information to the Minister. The Declaration of Project Information must **not be submitted to EirGrid**, it must be submitted to the Minister along with the Project Information Document by the Financial Questionnaire Submission Closing Date which can be found in the ORESS 1 Auction Timetable. Further details on how to submit this declaration can be found within the Declaration of Project Information.

6.3 Financial Questionnaire

In accordance with section 6.8.1 of the ORESS 1 Terms and Conditions, Qualified Applicant must complete and submit the Financial Questionnaire which can be found in Annex B of the Terms and conditions to the Minster. The financial questionnaire must be submitted to the Minister (for the attention of ORESS Team, International and Offshore Energy Division at the address specified at Clause 13 of the Implementation Agreement) no earlier than the Financial Questionnaire Submission Opening Date and no later than the Financial Questionnaire Submission Closing Date. The information submitted in this Financial Questionnaire must be true and accurate at the time of submission.