



First auction & what next?

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Warsaw, 26 January 2017

First auction surprises

- No offers in the basket for existing biogas plants exceeding 1 MW
- In three baskets for the existing installations the offers did not cover the available volume
- The available volume was covered in only one basket (out of 4)
- The use of the budget significantly lower than the use of the volume
- Prices in the auction for new projects (< 1MW) were below 300 PLN (min. 258 PLN) – a few wind projects?. Despite the undervalued reference price
- Average price in the auction for new projects was 353 PLN – over 100 PLN below reference prices
- Underbidding?

A few numbers regarding auction results

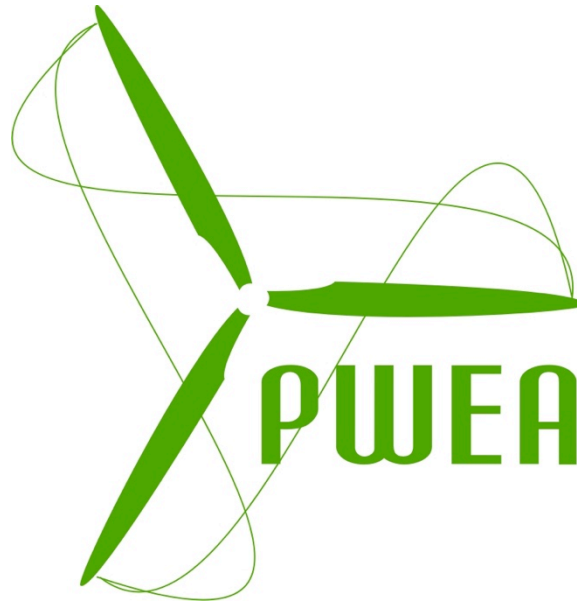
- 38 % of the auction volume and 29 % of the available budget has been distributed
- For the new projects 99 % of the volume and 74 % of the budget has been distributed
- For the existing installations only 21 % of the volume and 18 % of the volume has been distributed
- 77 % of the auction volume for the existing installations has been reserved for biogas plants and only 32 % of this pot has been distributed
- The existing small hydroelectric plants used only 32 % of the available volume

What was missing?

- Efficient auction platform
- Ordinances to be adopted and made public in accordance with the provisions of the RES Act – the auction was held on the last but one day of the year
- A clear prequalification procedure for the existing installations
- A correct formula for the calculation of the acquired public aid (an ordinance which will make the provisions of the Art. 39 of the RES Act more precise)
- Time to submit offers and to verify them
- Knowledge?

What next?

- The „recovery” auction based on the existing rules and for all RES investors; still a lot of doubts regarding volume and the baskets
- The amendment of the RES Act – the scope? Art. 39 and...?
- What volumes and what reference prices for 2017? They are still unknown – the legal term for their announcement has been exceeded
- The „primary” auction to be held no sooner than at the turn of the III and IV Q of the year – the changes to the RES Act are to be introduced as a „government project” – the procedure takes at least 6 months



Polish Wind Energy Association

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