

THE VIEWPOINT OF EVN ON MECHANISMS FOR THE TRANSITIONAL WIND AND SOLAR POWER PROJECTS

Firstly, the proposal of MOIT to assign EVN negotiating electricity prices and power purchase agreement (PPA) with the investors in the electricity framework and guideline issued by MOIT for the transitional and next implemented projects is not feasible in conditions of Vietnam due to the time would be last and the transitional projects having invested in many different stages with the non-re-accused electricity framework before negotiation for the following reasons: (1) Determining the average annual electricity output of wind and solar power projects to determine the electricity price will be more complicated than traditional energy projects and it is unclear which agency to confirm and take responsibility for the accuracy of this data. (2) The negotiation in accordance with the total investment declared by the investors and the average electricity output as mentioned above will generate difficult problems and be outside the control of EVN. (3) Not controlling the time of PPA negotiation will lead to un-controlling progress of wind and solar power projects in commercial operation with the demand in each time in future that affect the power system security supply.

Almost international countries transmit to the bidding mechanisms after a fixed period to apply FIT mechanisms. According to the document "Renewable Energy Auctions - Status and Trend Beyond Price) of the International Renewable Energy Agency (IRENA) in 2019: General trend on bidding for renewable energy projects is wide bid-

ding by the each round without bidding for selecting the investor for a existing project. Bidding includes 4 steps: *The first step*, determining the bidding demands for each RE technology beside Brazil case (bidding for energy buying without distinguishing technological types). *The second step*: Requirements for the Tenders: The investors must take care of the land, connecting to the grid and assessing the environmental impact. *The third step*: Organization for selecting the contractors based on bidding prices (from 50 - 70%) and other index as contributing to the society, localization - local content (from 30-50%). *The fourth step*: Signing and implementing PPA.

The proposals of EVN: From the practical and international experiences in negotiations and the Party policies expressed in Politburo Resolution No 55 NQ/TW dated 11/2/2020 on RE "Developing the breakthrough mechanisms, policies for encouraging and promoting strong development of RE sources to maximally replace the fossil sources and developing synchronous and interconnected energy markets between the energy sub-sectors as electricity, coal, gas and RE to link with the regional and world markets and removing all the barriers to ensure transparent energy prices, determined by the markets.

EVN proposes: 1/ Immediately allowing the transitional wind and solar power projects to participate in the electricity market, to be paid by the prices of electricity spot market and not to be exceed the electricity generation price of the correlative power project approved by MOIT (offering the prices and announcing the capacities in each