



MINISTRY OF INDUSTRY AND TRADE  
ELECTRICITY REGULATORY AUTHORITY OF VIETNAM

# UPDATES ON CURRENT POLICIES ON POWER GRID AND POWER SYSTEM



Center for Training and Electricity Market Development Research, ERAV

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# Regulations and mechanisms under development and completion



## ELECTRICITY LAW (Revised)

DPPA  
Decree

Circular  
stipulating  
competitive  
wholesale  
electricity  
market

Relevant  
circulars and  
regulations  
on power  
system  
operation

Decree  
stipulating  
mechanism for  
the  
development of  
natural gas and  
LNG

Circulars on  
electricity  
prices from  
power  
sources

# Update policies on Power System

## **Amendments to regulations on power transmission systems and regulations on dispatching procedures for the National power system (expected to be issued in 2024):**

- ✓ Reviewing issues related to ensuring electricity supply security including assessment of medium- and short-term electricity supply security to develop scenarios and plans to ensure the highest level of electricity supply.
- ✓ Review regulations on power system auxiliary services to ensure the identification of auxiliary services and the need for each auxiliary service to meet the support requirements of power system operation in the context of RE response.
- ✓ Review and research to complete the control center model of power plants and substations, especially the control center model of different types of power sources (wind, solar, hydropower...).
- ✓ Review requirements for operation and connection of the power transmission system to ensure technical requirements of connection equipment and power transmission system equipment.
- ✓ Research to improve regulations on load forecasting in response to strong development of distributed energy sources.
- ✓ Research to amend and complete regulations on dispatching work, training and issuance of operating certificates when the competent authority decides to decouple the National Load Dispatch Center from the Electricity of Vietnam.



# Update on Electricity Law (Revised)

## ➤ On development direction, key contents of Electricity Law (revised):

- ✓ Strictly follow 06 policies approved by the GoV through Proposal request on Electricity Law (revised)
- ✓ 09 chapters and 108 articles, including: Planning and investment in power development to ensure energy security for the country; **Developing renewable energy and new energy**; Complete regulations on electricity operating conditions and the issuance and revocation of electricity operating licenses; Manage electricity trading activities in the direction of promoting a transparent, fair, efficient and competitive electricity market and market-driven electricity prices; Manage and operate the power system, focusing on encouraging economical use of electricity, strengthening solutions to manage demand and load; **Safe use of behind-the-meter electricity and ensuring safety of dams and hydroelectric reservoirs during the construction and operation phase of hydroelectric projects**; **Responsibilities and state management on electricity.**



# Update on Electricity Law (Revised)

## ➤ Progress of the development of revised Law on Electricity:

- ✓ On 8 June 2024, The 15<sup>th</sup> National Assembly issued Resolution No. 129/2024/QH15 on the program for developing laws and ordinances in 2025, adjusting the program for developing laws and ordinances in 2024. In particular, the Electricity Law (revised) project was on the list of the 2024 Law and Ordinance Development Program and submitted the proposal to the National Assembly for comments at the 8th session (October 2024). If the proposal is well prepared by the Government and get high consensus during discussion by the National Assembly, the National Assembly Standing Committee will consider and coordinate with the Government to submit to the National Assembly for approval of the Electricity Law (revised) at the 8th session through another session or at the 9th session (May 2025).
- ✓ At present, the Ministry of Industry and Trade is incorporating comments by the Ministry of Justice, refining the dossier then submit it to the Government for comments, later submit to the National Assembly for approval: expected in July 2024.



# Update on DPPA Decree

- ✓ Implementing tasks as in Resolution No. 103/2023/QH15 dated November 9, 2023 of the National Assembly, Resolution No. 937/NQ-UBTVQH15 dated December 13, 2023 of the National Assembly Standing Committee and Notice No. 112/ TB-VPCP March 22, 2024
- ✓ Pursuant to the provisions of the Law on Promulgation of Legal Documents 2015 (amended and supplemented in 2020)



MOIT has established a Drafting Committee and an Editorial Team to develop a Government Decree stipulating the DPPA mechanism between renewable energy plants and large electricity users; developed and published the Draft 2 of the Decree through the website portals of the Government and MOIT to collect public opinions and organised a consultation workshop with relevant units. Based on the endorsement that the development and promulgation procedures of the Decree shall be simplified (at Official Dispatch No. 2840/VPCP-CN dated April 26, 2024), and the appraisal opinions of the Ministry of Justice and according to the direction of Deputy Prime Minister Tran Hong Ha on the development and promulgation of the Decree (in Notice No. 232/TB-VPCP dated May 20, 2024), MOIT has completed the dossier on the development of the Decree and submitted to the Government on May 25, 2024.

# Update policies on electricity prices

## ➤ Relevant policies on electricity prices:

- ✓ **Regarding the mechanism to adjust the average retail electricity price:** The Prime Minister issued Decision No. 05/2024/QĐ-TTg. In particular, the minimum time for adjusting the average electricity price is 03 months from the most recent electricity price adjustment.
- ✓ **Regarding electricity generation price brackets for various types of power plants:** In addition to regulating price frames for specific types of coal-fired power plants, gas-fired power plants, hydropower plants (Circular No. 57/2014/TT-BCT), solar power, wind power (Circular No. 19/2023/TT-BCT, the Ministry of Industry and Trade is researching, developing and completing to issue a price framework for solid waste power plants, biomass power and pumped storage hydropower.
- ✓ **Regarding the method of determining electricity generation prices and electricity purchase contracts:** MOIT has issued Circular No. 07/2024/TT-BCT as a basis for investors of all types of power plants to negotiate electricity price agreements, electricity purchase contracts with the electricity buyers.

## ➤ Regarding gas-fired power mechanism:

- ✓ **Decree stipulating the mechanism for developing power plant projects using natural gas:** MOIT has reported to the Prime Minister on the development of a draft Decree including regulations on the principle of transferring gas prices to electricity prices for power plants, and regulations on electricity rates through long-term power purchase contracts for power plants using liquefied natural gas (LNG).





**MINISTRY OF INDUSTRY AND TRADE**  
**Electricity Regulatory Authority of Vietnam**

A blue-tinted background image showing a business meeting. A hand is visible on the left, and several people are seated around a table on the right, engaged in discussion.

**Thank you**