

Code Administrator Meeting Summary

Meeting Name: CMP332 Workgroups 1 and 2

Date: 13 and 14 January 2020

Contact Details

Chair: Paul Mullen Contact details: paul.j.mullen@nationalgrideso.com

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Key areas of discussion

- CMP332 seeks to create a methodology to determine charging bands and the tariffs for each band for the Transmission Demand Residual.
- Code Administrator ran through the CMP332 timelines for 1) if Ofgem grant CUSC Panel's request for this to follow an Urgent timeline or 2) if, as expected, Ofgem don't grant such Urgency. The proposed Urgent timeline (which includes shorter consultation and notice periods) for CMP332 means sending the final report to Ofgem on 4 March 2020. However, as Ofgem are unlikely to grant such Urgency, the proposed timeline (with the usual consultation and notice periods) contemplates us sending the final report to Ofgem on 9 June 2020, which is the same month that ESO need a decision from Ofgem to meet implementation date of 1 April 2021.
- The majority of both meetings were spent discussing the Ofgem TCR decision and ESO's proposed solution. It was clear that there were still a few areas in Ofgem's TCR decision where the Workgroup needed further clarification from Ofgem particularly on:
 - Whether to floor the locational signal to £0/kW or not (It is possible that Workgroup Alternative Proposals will be raised depending on Ofgem's response to this question;
 - The impacts of users not being able to moving outside bands if Line Loss Factors
 Class (LLFC) is to be used to identify which band a user is in;
 - Data timeframes; and
 - Process for disputes.

These questions were sent to Ofgem on 16 January 2020.

 Workgroup recognised that CMP332 was the first of a series of CUSC Modifications with further Modifications to be raised at January's CUSC Panel for definitions of Final Demand



and Site (which will be worked on jointly with DCUSA) and Billing. Given the amount of change across CUSC, DCUSA and BSC, Workgroup re-iterated the importance of ensuring coordination of solutions and timing across these Modifications.

Workgroup reviewed the terms of Reference and proposed some additions notably the
process for disputes, coordination with the changes to DCUSA and BSC and the impacts of
flooring the locational signal to £0/kW – Code Administrator will seek formal agreement of
these changes at January's CUSC Panel; however, given time constraints we agreed to
proceed on this basis.

Next Steps

- Outputs from Workgroup (apart from Draft Workgroup Report) will be shared with Workgroup on 17 January.
- Draft Workgroup Report to be issued to Workgroup on 21 January 2020.
- Workgroup to provide comments to Code Admin on 24 January 2020.
- Meetings on 28 and 29 January 2020 will focus on identifying solutions in the following 5 areas:
 - Flooring the locational signal to £0;
 - Data Use Line Loss Factors Class;
 - Data flows:
 - o Data for tariff calculation and the calculation itself; and
 - o Disputes Process.
- Workgroup Consultation to be issued on 4 February 2020.

For further information, please contact Paul Mullen.