Code	Code Administrator ConsultationAt what stage is this document in the process?	
GC0143: Mod Title: Last resort disconnection of Embedded Generation		01Proposal form02Code Administrator Consultation03Draft Grid Code Modification Report04Final Grid Code Modification Report
Purpose of Modification: This modification sets out that under emergency conditions and as a last resort the Electricity System Operator (ESO) may instruct a Distribution Network Operator (DNO) to disconnect embedded generators connected to its system. The requirement for this is due to the unprecedented societal changes brought about by the COVID-19 pandemic which has led to demands out-turning up to 20% lower than predicted		
	The purpose of this document is to consult on GC0143 without other interested industry members. Parties are requested May 2020 to grid.code@nationalgrideso.com using the C C Consultation Response Pro-forma which can be found via https://www.nationalgrideso.com/industry-information/code old/modifications/gc0143-last-resort-disconnection-embed Published on: 01 May 2020 Length of Consultation: 2 working days Responses by: 05 May 2020	to respond by 5pm on 5 ode Administrator the following link: es/grid-code-
0	High Impact : ESO in operating the system; DNOs in pote take emergency actions; embedded generators in being d emergency conditions; consumers in preventing security of	isconnected under
	Medium Impact Other Grid Code parties not directly impa emergency actions	acted by the need to take
0	Low Impact None	

Contents

- 1 About this document
- 2 Summary
- 3 Governance
- 4 Why Change?
- 5 Code Specific Matters
- 6 Solution
- 7 Impacts & Other Considerations
- 8 Relevant Objectives
- 9 Implementation
- 10 Legal Text
- 11 Code Administrator Consultation: How to respond

Annex 1: Urgency letters

Timetable The Authority have approved the following timetable: **Request for Urgency Received** 30 April 2020 Panel consideration of Urgency 1 May 2020 Ofgem decision on Urgency 1 May 2020 Publish Code Administrator Consultation (2 Working 1 May 2020 PM Days) Code Administrator Consultation closing date 5 May 2020 Draft Final Modification Report issued to Panel and 5 May 2020 after Industry 5 PM Draft Final Modification Report presented to Panel / 6 May 2020 Panel Recommendation Vote Submit Final Modification Report to Authority 6 May 2020 Authority Decision (1 working day) 7 May 2020 Date of Implementation 7 May 2020



Impact on C	Core Industry Documentation.
BSC CUSC STC Other	

No cross-code impacts have been identified.

1 About this document

This is the GC0143 Code Administrator Consultation. GC0143 was proposed by National Grid ESO and was submitted, with a request for the modification to be treated as urgent, to the Grid Code Review Panel (GCRP) for its consideration on 30 April 2020.

The GCRP met at a Special meeting on the 1 May to discuss the Proposal and urgency request. The Panel recommended, by majority, that the modification be treated as urgent.

The Authority determined that the proposal **should be** treated as Urgent and follow the timeline recommended by the GCRP. The letter to the Authority from the GCRP and the letter from the Authority setting out the reasons for urgency is set out in **Annex 1**.

This Code Administrator Consultation has been prepared in accordance with the terms of the Grid Code. An electronic copy can be found on the National Grid ESO Website, webpage, <u>https://www.nationalgrideso.com/industry-information/codes/grid-code</u> along with the Grid Code Modification Proposal Form.

2 Summary

Glossary of terms used in this document

The Panel/ GCRP	Grid Code Review Panel
ESO	Electricity System Operator
NGESO	National Grid Electricity System Operator
DSO	Distribution System Operators
DNO	Distribution Network Operator
ВМ	Balancing Mechanism

Defect

At present in the Grid Code while there is a process for the ESO to instruct DNOs to take demand control actions there is not the same detailed ability for the ESO to instruct Distribution System Operators (DSOs) to disconnect embedded generation.

What

Amendments will be made to the Grid Code to clarify the ability of the ESO to do this.

Why

If this change is not made, there is a risk of disruption to security of supply during unprecedented low demand periods caused by the COVID-19 pandemic. This is a rapidly developing situation and could not have been anticipated.

How

The proposed change will set out the ability of the ESO to instruct DNOs to disconnect embedded generation as required in an emergency situation and as a last resort.

3 Governance

Justification for Urgent Procedures

In the Proposer's view this modification is urgent. It is required to be completed before the Bank Holiday on 8 May which is likely to result in a period of low demand with significant operational risk.

If the modification is not completed there is a significant risk of disruption to security of supply; further, if instructions were given to the DNOs in the last resort to disconnect embedded generation it is unclear if these would be legally binding.

Assessing against Ofgem's urgency criteria, an urgent modification should be linked to an imminent issue or a current issue that if not urgently addressed may cause at least one of the following:

- a. A significant commercial impact on parties, consumers or other stakeholder(s); or
- b. A significant impact on the safety and security of the electricity and/or gas systems; or
- c. A party to be in breach of any relevant legal requirements.

Table 1 below outlines how each of the criteria are impacted by this proposed change:

Table 1

Urgency Criteria	What issue would be caused should this change not be made?
A significant commercial impact on parties, consumers or other stakeholder(s)	Potential security of supply issue causing significant commercial impact

A significant impact on the safety and security of the electricity and/or gas systems; or	Potential security of supply issue caused by low demand period
A party to be in breach of any relevant legal requirements	If instructed to disconnect embedded generation as a last resort, DNOs left in unclear legal position

Panel recommendation and Authority decision

A special Grid Code Review Panel meeting was held on the 1 May 2020 to discuss the modification and request for urgency. The Panel, by majority, recommended that the modification be treated as urgent. A letter was sent from the Grid Code Review Panel to the Authority, on 1 May 2020, recommending that the modification be treated as urgent. The letter outlines the discussion points in the Panel meeting and the comments made by Panel members on the request for urgency.

On 1 May 2020 the Authority decided that GC0143 should be treated as urgent and follow the timeline recommended by the GCRP. The letter to the Authority and the Authority decision letter can be found in Annex 1 of this Consultation document.

4 Why Change?

During the COVID-19 pandemic the societal changes required by the need to achieve social distancing have led to demand for electricity falling by up to 20% compared to predicted values. While the ESO is seeking to mitigate the operational risks due to this by establishing a new service for downward flexibility management, as a last resort if all commercially available options through this service and actions in the Balancing Mechanism (BM) have been taken it may be necessary to seek to control embedded generators. Where these generators are not participants in the BM and therefore do not hold connection agreements with the ESO this can only be achieved by instructing the DNOs to do this through the Grid Code.

Currently in the Grid Code the ability of the ESO to make such instructions is ambiguous and would potentially leave DNOs in a position that they would feel exposed them to legal risk; therefore, the proposed changes seek to clarify these arrangements.

5 Code Specific Matters

Technical Skillsets

Familiarity with GB frameworks.

Reference Documents

N/A

6 Solution

The changes proposed will give the ESO the clear ability to instruct DNOs to disconnect embedded generation in an emergency situation. This would only be pursued as a last resort if no further actions were available to the ESO either commercially or in the BM. As part of the solution a sunset clause has been included which will time out the additions to the Grid Code in October 2020 if not further amended by this point.

It is the intention that a more considered solution to the issues identified here will be developed in the meantime, potentially by developing a roughly symmetrical arrangement to the existing demand control conditions contained in section OC6 of the Grid Code.

7 Impacts & Other Considerations

As a last resort, this will mitigate the risk of a security of supply issue which will be of benefit to consumers and all industry participants. It is worth noting though that while generators participating in the BM are compensated for any emergency actions instructed by the ESO, there is no such route available to embedded generators that are not BM participants.

Does this modification impact a Significant Code Review (SCR) or other significant industry change projects, if so, how?

No.

Consumer Impacts

If this modification is not implemented quickly the impact on consumers may be disruption to security of supply.

8 Relevant Objectives

Impact of the modification on the Applicable Grid Code Objectives:

Relevant Objective	Identified impact
(a) To permit the development, maintenance and operation of an efficient, coordinated and economical system for the transmission of electricity	None
(b) Facilitating effective competition in the generation and supply of electricity (and without limiting the foregoing, to facilitate the national electricity transmission system being made available to persons authorised to supply or generate electricity on terms which neither prevent nor restrict competition in the supply or generation of electricity);	None

 (c) Subject to sub-paragraphs (i) and (ii), to promote the security and efficiency of the electricity generation, transmission and distribution systems in the national electricity transmission system operator area taken as a whole; 	Positive
 (d) To efficiently discharge the obligations imposed upon the licensee by this license and to comply with the Electricity Regulation and any relevant legally binding decisions of the European Commission and/or the Agency; and 	None
(e) To promote efficiency in the implementation and administration of the Grid Code arrangements	None

This modification is required as a last resort to avert disruption to security of supply.

9 Implementation

Whilst it is hoped never to use this, implementation of this modification is sought by 7 May 2020 due to the period of low demand that is anticipated over the Bank Holiday weekend commencing 8 May.

A sunset clause has been included in the legal text that will time out at clock change in October 2020. A more enduring solution will be progressed in the meantime.

10 Legal Text

Proposed legal text is as set out below shown as red line mark-up from the current version of the Grid Code.

BC2.6.3 Communication With Network Operators In Emergency Circumstances

The Company will issue **Emergency Instructions** direct to the **Network Operator** at each **Control Centre** in relation to actions including special actions as set out in BC1.7, actions in the categories set out under BC2.9.3.3, and **Demand Control** actions. **Emergency Instructions** to a **Network Operator** will normally be given by telephone (and will include an exchange of operator names). **OC6** contains further provisions relating to **Demand Control** instructions.

BC2.9.1 Emergency Actions

BC2.9.1.1 In certain circumstances (as determined by **The Company** in its reasonable opinion) it will be necessary, in order to preserve the integrity of the **National Electricity Transmission System** and any synchronously connected **External System**, for **The Company** to issue **Emergency Instructions**. In such circumstances, it may be necessary to depart from normal **Balancing Mechanism** operation in accordance with BC2.7 in issuing **Bid-Offer Acceptances**. **BM Participants** must also comply with the requirements of BC3.

BC2.9.1.4 In the case of a **Network Operator** or an **Externally Interconnected System Operator**, **Emergency Instructions** will be issued to its **Control Centre**.

BC2.9.3.3 Instructions to **Network Operators** relating to the **Operational Day** may include:

(a) a requirement for **Demand** reduction and disconnection or restoration pursuant to OC6;

- (b) an instruction to effect a load transfer between **Grid Supply Points**;
- (c) an instruction to switch in a System to Demand Intertrip Scheme;
- (d) an instruction to split a network;
- (e) an instruction to disconnect an item of **Plant** or **Apparatus** from the **System**.

(f) until October 25 2020, an instruction requiring a **Network Operator** to disconnect **Embedded Power Stations** from their **System**. For the avoidance of doubt, this includes the disconnection of **Embedded Power Station(s)** connected to the **Network Operator's System** which are owned or operated by generators that are not **BM Participants**. Such an instruction may:

- *i)* be specific and require the **Network Operator** to disconnect specified **Embedded Power Station(s)**;
- *ii)* be for the **Network Operator** to disconnect **Embedded Power Stations** supplied via one or more specified **Grid Supply Point(s)** with an aggregate **Registered Capacity** of a specified value; or
- iii) be for the Network Operator to disconnect Embedded Power Stations supplied via one or more specified Grid Supply Point(s) such that a specified proportion of the aggregate Registered Capacity is disconnected.

In any such case the **Network Operator** will not be required to disconnect **Embedded Power Stations** with an aggregated **Registered Capacity** greater than that of the **Embedded Power Stations** supplied via the specified **Grid Supply Point(s).** An instruction from **The Company** to the **Network Operator** will be given to commence reconnection. Reconnection shall not take place until such an instruction has been received and be carried out in accordance with the instruction.

BC2.9.4.1:

Where The Company is unable to satisfy the required System NRAPM or Localised NRAPM by following the process described in BC1.5.5, The Company will issue an Emergency Instruction to exporting BM Units for De-Synchronising on the basis of Bid-Offer Data submitted to The Company in accordance with BC1.4.2(d). If **The Company** is still unable to satisfy the required **System NRAPM** or **Localised NRAPM** then **The Company** may issue **Emergency Instructions** to **Network Operator(s)** as set out under BC2.9.3.3(f) to disconnect **Embedded Power Station(s)** from their **System**.

Relevant defined terms: (unchanged, provided for information)

Apparatus	Other than in OC8, means all equipment in which electrical conductors are used, supported or of which they may form a part. In OC8 it means High Voltage electrical circuits forming part of a System on which Safety Precautions may be applied to allow work and/or testing to be carried out on a System.	
Plant	Fixed and movable items used in the generation and/or supply and/or transmission of electricity, other than Apparatus .	
Emergency	An instruction issued by The Company in emergency circumstances, pursuant to BC2.9,	
Instruction	to the Control Point of a User . In the case of such instructions applicable to a BM Unit	

nstruction issued by The Company in emergency circumstances, pursuant to BC2.9, to the **Control Point** of a **User**. In the case of such instructions applicable to a **BM Unit**, it may require an action or response which is outside the **Dynamic Parameters** or **Other Relevant Data**, and may include an instruction to trip a **Genset**.

11 Code Administrator Consultation: How to respond

If you wish to respond to this Code Administrator Consultation, please use the response pro-forma which can be found under the 'Code Administrator Consultation' tab via the following link;

https://www.nationalgrideso.com/industry-information/codes/grid-code-old/modifications/gc0143-lastresort-disconnection-embedded

Responses are invited to the following questions;

- 1. Do you believe GC0143 better facilitates the Grid Code objectives? Please include your reasoning.
- 2. Do you support the proposed implementation approach?
- 3. Do you have any other comments?

Views are invited on the proposals outlined in this consultation, which should be received by **5pm on 05 May 2020**. Please email your formal response to: <u>grid.code@nationalgrideso.com</u>

If you wish to submit a confidential response, please note the following;

Information provided in response to this consultation will be published on National Grid's ESO website unless the response is clearly marked 'Private & Confidential', we will contact you to establish the extent of this confidentiality. A response marked 'Private & Confidential' will be disclosed to the Authority in full by, unless agreed otherwise, will not be shared with the Grid Code Review Panel or the industry and may therefore not influence the debate to the same extent as a non-confidential response.

Please note an automatic confidentiality disclaimer generated by your IT System will not in itself, mean that your response is treated as if it had been marked 'Private & Confidential'

Annex 1: Urgency letters