

# Headline Report – 26 February 2021 and 2 March 2021

## Connection and Use of System Code (CUSC) Panel

The CUSC Panel Headline Report is produced after every CUSC Panel and aims to provide an overview of the key decisions made. Minutes for this meeting will be published separately.

### 26 February 2021

#### Approval of Panel Minutes

The meeting minutes from the CUSC Panels on 18 December 2020, 8, 13, 21<sup>1</sup> and 29 January 2021 were approved at the CUSC Panel meeting on 26 February 2021. These will be uploaded to our website.

#### Prioritisation Stack

For each Modification in the prioritisation stack, Panel have determined if the Priority is “High”, “Medium to High”, “Medium”, “Low” to “Medium or Low”. Panel continue review the prioritisation stack on a monthly basis and every quarter hold a more in-depth review (ahead of this review, Proposers will be asked to provide updated justification against the prioritisation criteria). This in-depth review was held at the February 2021 Panel:

- The New Modifications (**CMP361/CMP362** and **CMP363/CMP364**) were placed “High” in the prioritisation stack;
- Panel reviewed the priority of **CMP288/289**, **CMP331** and **CMP358/CMP359** following revised assessments against the prioritisation criteria from the Proposers. However, Panel did not agree to any positional changes in the prioritisation stack for these Modifications or any of the other Modifications in the prioritisation stack; and
- Upon conclusion of Panel’s assessment, Code Admin noted that as **CMP304** and **CMP316** are next in the prioritisation stack that they would contact the Proposers of these Modifications to agree number and content of Workgroups pre and post Workgroup Consultation and agree a suitable end to end timeline based on re-starting Workgroups in ~ June 2021.

The full discussions on each Modification can be found [here](#).

#### New Modifications

4 new Modification Proposals were presented for consideration.

#### **CMP361/CMP362 ‘BSUoS Reform: Introduction of an ex ante fixed BSUoS tariff (CMP361) and Consequential Definition Updates (CMP362)’**

<sup>1</sup> Subject to comments from Panel members being incorporated

CMP361 seeks to introduce an ex ante fixed volumetric BSUoS tariff set over a total fix and notice period of 14 months. This tariff would be split with a different price for the summer and winter periods. This will deliver the recommendations of the Second BSUoS Task Force Modification. CMP362 seeks to facilitate the implementation of BSUoS Reform by introducing and updating required definitions into CUSC Section 11 from CMP308 and CMP361.

CUSC Panel unanimously agreed that CMP361/CMP362 should follow standard governance route and be assessed by a joint CMP361/CMP362 Workgroup.

**CMP361/CMP362** documentation can be located via the following link:

<https://www.nationalgrideso.com/industry-information/codes/connection-and-use-system-code-cusc-old/modifications/cmp361-cmp362>

**CMP363/CMP364 ‘TNUoS Demand Residual charges for transmission connected sites with a mix of Final and non-Final Demand (CMP363) and Definition changes for CMP363 (CMP364)’**

CMP363 seeks to clarify the TNUoS Demand Residual charging arrangements for transmission connected sites that have a mix of Final and non-Final Demand. CMP364 is to support CMP363 by changing Section 11 to add/amend/remove definitions as needed.

CUSC Panel unanimously agreed that CMP363/CMP364 should follow standard governance route and be assessed by a joint CMP363/CMP364 Workgroup.

**CMP363/CMP364** documentation can be located via the following link

<https://www.nationalgrideso.com/industry-information/codes/connection-and-use-system-code-cusc-old/modifications/cmp363-cmp364>

## New / Pending Authority Decisions

Ofgem provided an update on Modifications that are currently awaiting their decision or have been decided upon since CUSC Panel on 29 January 2021:

### **No Decisions since last normal monthly Panel**

### **Awaiting Decisions**

- On the remainder of the TCR decisions, which Ofgem are prioritising, Ofgem provided the following update:

Modification	Decision Date / Anticipated Decision Date
<b>CMP335/336 and CMP343/340</b>	Minded to decision expected on CMP343 – end March 2021 with the decisions on CMP340 and CMP335/CMP336 to follow this.

- On the other outstanding decisions:

Modification	Decision Date / Anticipated Decision Date
<b>CMP344</b>	Ofgem noted the Proposer's request for a decision date by 25 January 2021 to allow an implementation of 1 April 2021. However, they do not expect to make a decision until ~ end March 2021.
<b>CMP300</b>	Ofgem at January 2021 Panel indicated that a decision would be made ~ mid-February 2021 but at February 2021 Panel advised that a decision would now not be until ~ end March 2021 due to high workload on Capacity Market issues.
<b>CMP280</b>	Update on CMP280 was provided on 2 October 2020. Ofgem will consider whether or not CMP280 is needed after they have decided on the other Transmission Demand Residual Modifications but do not expect to make a decision on CMP280 in the near future.
<b>CMP292</b>	CMP292 decision was expected 20 September 2019; however, this remains de-prioritised due to Ofgem's focus on the TCR modifications.

## In flight Modifications

Please refer to latest Modification Tracker for an update on each in flight Modification. This is published monthly at <https://www.nationalgrideso.com/industry-information/codes> and will be published on 7<sup>th</sup> of the following month or the next working day thereafter.

## Draft Final Modification Reports

None presented at this Panel

## Workgroup Reports

None presented at this Panel

**2 March 2021**

**Draft Final Modification Reports**

**CMP360 'Aligning Section 14 of the CUSC 'Balancing Services Use of System Charging Methodology' to the licence changes introduced by RIIO-2 in respect of the 'System Operator Revenue Restriction'**

Currently, Section 14 of CUSC uses various formulae and definitions for the calculation of the External and Internal Balancing Services Use of System (BSUoS) charge for each Settlement Period. With the RIIO-2 Final Determination from Ofgem, elements of the System Operator Revenue Restriction formulae have changed and so the CUSC needs to be revised accordingly to align with the updated licence conditions.

The CUSC Panel recommended unanimously that the Original better facilitated the CUSC Objectives than the current CUSC. The Final Modification Report will be sent to Ofgem on 4 March 2021 requesting decision by 25 March 2021 to allow Implementation on 1 April 2021.

**CMP360** documentation can be located via the following link:

<https://www.nationalgrideso.com/industry-information/codes/connection-and-use-system-code-cusc-old/modifications/cmp360-aligning>

**Questions or feedback?**

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