

CMP213 Implementation paper

This document outlines the discrepancies which need to be addressed ahead of the implementation of CMP213 on the 1st of April 2016. These are mainly numbering and referencing issues. National Grid will be raising a fast track modification at the January 2016 Panel to be implemented in line with the implementation of CMP213, on the 1st April 2016.

14.15 Section

Adjustments to Model Inputs associated with One-off Works

- The above is a new part of the section since the CMP213 modification was approved, as a result the numbering need adjusting from here onwards for whole of 14.15 section
- References will also need updating throughout Section 14 as a result of the changes above (these are highlighted in purple throughout the document)
- Additional wording in 14.15.74 as below and highlighted in document: (we will be checking if this is still required/makes sense in the new context)

14.15.74 For the avoidance of doubt, the offshore circuit revenue values, $CR\text{RevOFTO}1$ and $AvCR\text{RevOFTO}$ shall be determined using asset values after the removal of any One-Off Charges.

14.15.75 period using the formula in paragraph 14.15.61. For each subsequent year within the price control period, these expansion factors will be adjusted by the annual Offshore Transmission Owner specific indexation factor, $OFTOInd$, calculated as follows;

$$OFTOInd_{t,f} = \frac{OFTORevInd_{t,f}}{RPI_t}$$

where:

$OFTOInd_{t,f}$ = the indexation factor for Offshore Transmission Owner f in respect of charging year t ;

$OFTORevInd_{t,f}$ = the indexation rate applied to the revenue of Offshore Transmission Owner f under the terms of its Transmission Licence in respect of charging year t , and

RPI_t = the indexation rate applied to the expansion constant in respect of charging year t .

- The number 14.15.87 is used twice in legal text so numbering to be changed again after this and also for one of the two paragraphs

14.23 Section

- Extra wording used, highlighted in text as below, not included in legal text, the rest of the paragraph has been deleted, so will be checking if this is required or to be deleted.

(if applicable, or such other figure(s) as calculated in accordance with the formula in 14.14.5 v.))

- Box used with wording below, need to check if this is still required/can be deleted/moved to another area.

This value is the generation/demand split correction factor. It is calculated by simultaneous equations to give the correct split of total revenue.

14.24 Section

- The wording below is within a box that is not included in the legal text, to be checked and deleted/moved.

This value is the generation/demand split correction factor. It is calculated by simultaneous equations to give the correct split of total revenue.