

Minutes

Meeting name	CUSC Modifications Panel
Meeting number	195
Date of meeting	18 October 2016
Location	National Grid House, Warwick

Attendees

Name	Initials	Position
Mike Toms	MT	Panel Chair
Heena Chauhan	HC	Panel Secretary
Caroline Wright	CW	Code Administrator(alternate)
Nick Pittarello	NP	National Grid Panel Member (alternate)
Cem Suleyman (dial-in)	CS	Users' Panel Member
Garth Graham	GG	Users' Panel Member
Paul Mott (dial-in)	PM	Users' Panel Member
Paul Jones	PJ	Users' Panel Member
Simon Lord	SL	Users' Panel Member
Nadir Hafeez (dial-in)	NH	Authority Representative

1 Apologies

Apologies were provided from John Martin (JM), Nikki Jamieson (NJ), James Anderson (JA), Kyle Martin (KM), Bob Brown (BB) and Nicholas Rubin (NR)

All presentations given at this CUSC Modifications Panel meeting can be found in the CUSC Panel area on the National Grid website:

<http://www2.nationalgrid.com/UK/Industry-information/Electricity-codes/CUSC/Panel-information/>

2 Introductions

5754. Introductions were made around the group. Caroline Wright (CW) joined the Panel as the alternate for John Martin (JM), Nick Pittarello (NP) joined the meeting as the Panel alternate for Nikki Jamieson (NJ)

3 Agreement of Terms of Reference

5755. The Panel considered and agreed the proposed scope of issues that the CMP274 Workgroup would need to consider as part of their Terms of Reference as suggested by BB and GG. The Panel agreed that these would also apply to the CMP271 Workgroup.
5756. SL noted that the Workgroups may also need to consider an economic assessment for both CMP271 and CMP274 and highlighted to the Panel there may be a requirement for an independent Economic Advisor to assess how different types of revenue may be collected for these modifications.
5757. GG agreed with SL and considered if this should be tied in with an issue that BB had suggested the Workgroup would need to assess as part of their Terms of Reference which

would be to consider the impact on consumers. The Panel debated this and concluded that they did not believe this should be included within the Terms of Reference. The reasoning was that as the Workgroup need to provide sufficient evidence to enable the Authority to make a decision, if external support was required this could be requested, without explicit reference made in the Terms of Reference. The Panel agreed that there was merit in considering an economic assessment for these modifications and agreed that this should be developed further. Funding of this analysis was discussed and NP noted that one to approach could be to treat it this in a similar way to how funding is attained for external legal advice and agreed to discuss this matter further with NJ.

ACTION: NP to discuss process of appointing external consultants and funding requirements for Workgroups.

4 Workgroups / Standing Groups

5758. **CMP267 'Defer the recovery of BSUoS costs, after they have exceeded £30m, arising from any Income Adjusting Events raised in a given charging year, over the subsequent two charging years'**. CMP267 aims to defer unforeseen increase in BSUoS costs arising from an Income Adjusting Event (IAE) by two years. This proposal only applies to IAE's which, in their total in any given charging year, have a combined effect on "raw BSUoS" of over £30m.
5759. CW presented slides to the Panel explaining the Workgroup findings to the Panel. CW confirmed that the Workgroup had met their Terms of Reference and the Panel agreed that this modification could be sent to Code Administrator Consultation. This Proposal will be voted on by the Panel at their Special CUSC Panel meeting scheduled 15 November 2016.
5760. **CMP268 'Recognition of sharing by Conventional Carbon plant of Not-Shared Year-Round circuits'** CMP268 proposes to change the charging methodology to more appropriately recognise that the different types of "Conventional" generation do cause different transmission network investment costs, which should be reflected in the TNUoS charges that the different types of "Conventional" generation pays ideally ahead of the December Capacity Auction.
5761. HC presented slides to the Panel explaining the Workgroup findings to the Panel. HC highlighted to the Panel that some Workgroup members had felt that the urgent timescales around this modification had dictated that they have not been able to propose any alternatives. It was also noted in the presentation that as per the Terms of Reference a review of the CMP213 options has not been undertaken and that there could have be a number of options that could have been explored should time have allowed the Workgroup to do so.
5762. The Panel discussed this and noted that it was unusual to be in a situation where the Workgroup could not satisfactorily conclude their findings. PJ clarified that as a Workgroup member for CMP268 additional analysis could not be considered and included due to the limited time the Workgroup had had to develop this Proposal. PJ also noted that in the case of this Proposal a significant amount of time would be required to fully assess it and this could not be achieved within the urgent timescales dictated and therefore considered on balance that the Proposal should move on to Code Administrator Consultation. MT asked NH if had any concerns with the approach proposed and NH noted that under the circumstances there did not appear to be any alternative for the Workgroup or the Panel.
5763. The Panel agreed that this modification could be sent to Code Administrator Consultation. This Proposal will be voted on by the Panel at their Special CUSC Panel meeting scheduled 15 November 2016.

5 AOB

5764. The Panel agreed to move the December CUSC Panel meeting to 14 December 2016 due to the unavailability of some of its members.

6 Next meeting

The next meeting of the CUSC Modifications Panel will be held on 28 October 2016. A number of proposed Special CUSC Panel meetings have also agreed as noted below.

Notification of Future Meetings:

Monthly CUSC Panel Meetings (10:00 to 14:00):

- **Meeting No 201: 25 November 2016 at National Grid House, Warwick**
 - *Papers Day: 17 November 2016*
 - *Proposed Agenda Items:*
 - *CMP261 Vote*
 - *CMP266 Vote*
- **Meeting No 202: 14 December 2016 at National Grid House, Warwick**
 - *Papers Day: 6 December 2016*
 - *Proposed Agenda Items:*

Proposed Special CUSC Panel Meetings:

- **Meeting No 198: 25 October 2016 via teleconference (10:00-13:00)**
 - *Papers Day: 20 October 2016*
 - *Proposed Agenda Items:*
 - *CMP264/CMP265/CMP269/CMP270 Workgroup Report*
 - *CMP261 Workgroup Report*
- **Meeting No 200: 15 November 2016 via teleconference (9:30-10:30)**
 - *Papers Day: 8 November 2016*
 - *Proposed Agenda Items*
 - *CMP267 and CMP268 Votes*
- **Meeting No 201: 23 November 2016 via teleconference (10:00-12:00)**
 - *Papers Day: 17 November 2016*
 - *Proposed Agenda Items*
 - *CMP264/CMP265/CMP269/CMP270 Vote*