Updated Nov 2016

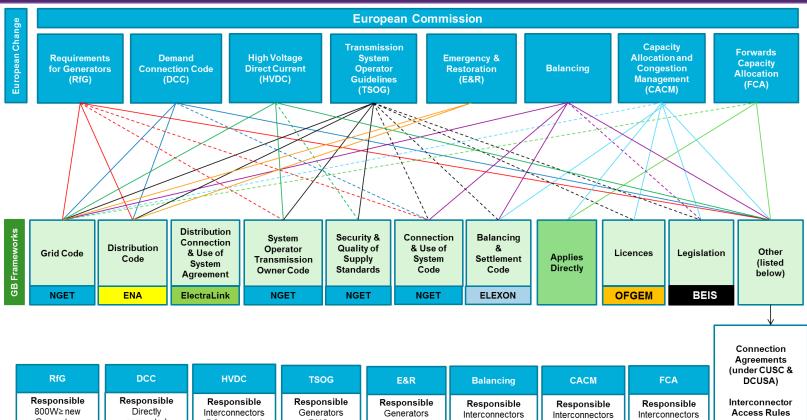
Introduction

- This slidepack was first presented to the JESG on 21st October 2016
- It has been updated following subsequent discussions:
 - Comments received from JESG attendees and Code Administrators on options and assessment criteria
 - Teleconference held 3rd November to validate options and assessment criteria
 - Code Administrators have started briefing their Code Panels on Implementation options

Agenda

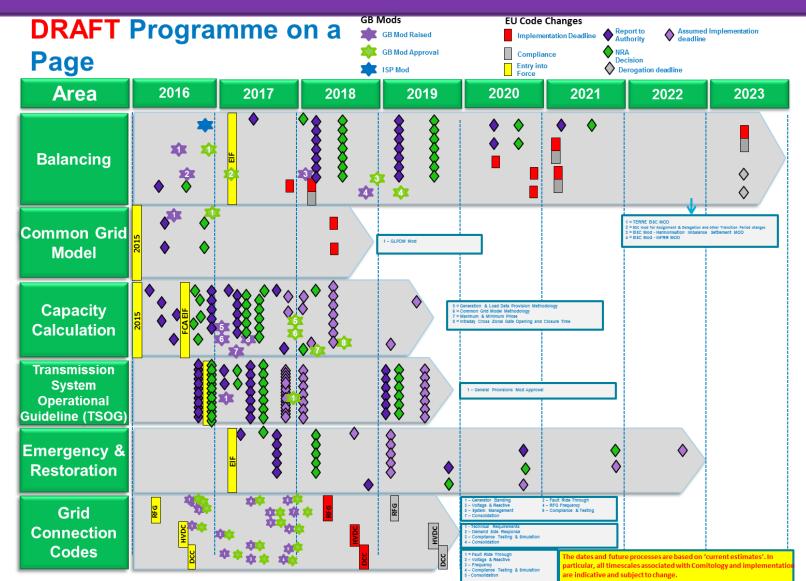
- Current approach
- Alternative options
- Assessment Criteria
- Next Steps

Current Approach – Multiple Interactions to manage

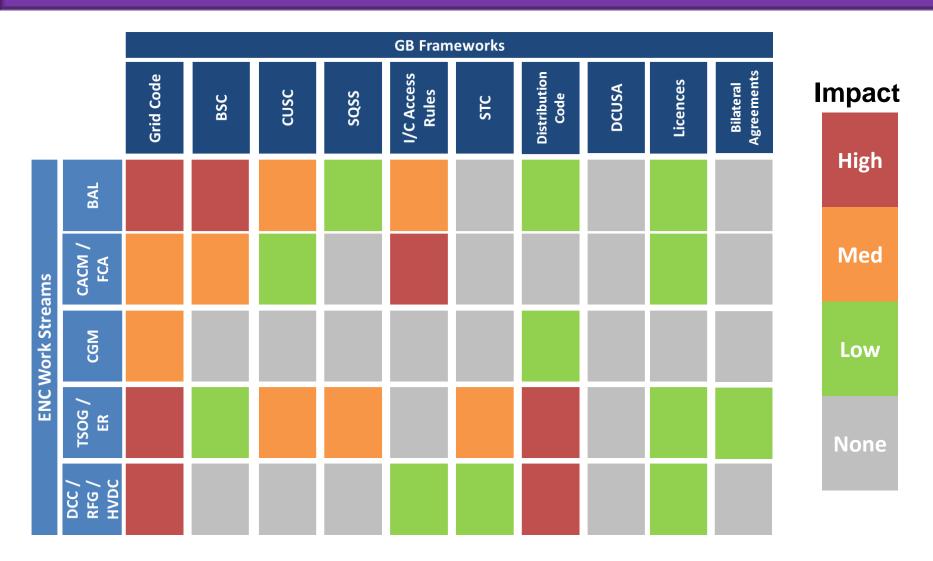


| RfG | DCC | HVDC | TSOG | E&R | Balancing | CACM | FCA | DCUSA) |
|--|--|---|---|---|---|--|---|--|
| Responsible 800W≥ new Generators TSOs Manufacturers of generator equipment NGET | Responsible Directly connected demand New Demand Side Response providers Scottish Tos DNOs NGET | Responsible Interconnectors DC connected Offshore Generators OFTOS NGET | Responsible Generators DNOs Interconnectors Scottish TOs OFTOs NGET | Responsible Generators DNOs Interconnectors Scottish TOs OFTOs NGET | Responsible Interconnectors Balancing Service Providers (BSP) Balance Responsible Parties (BRP) DNOs NGET | Responsible Interconnectors NEMOs Generators Suppliers ELEXON DNOs | Responsible Interconnectors NEMOs | Interconnector Access Rules C16 Statements Ancillary Services Contracts Legal agreements with ELEXON |
| Accountable NGET ENA | Accountable NGET ENA | Accountable NGET | Accountable NGET ENA | Accountable NGET ENA | Accountable NGET ELEXON Interconnectors | Accountable NEMOs Interconnectors NGET | Accountable Interconnectors NGET | |

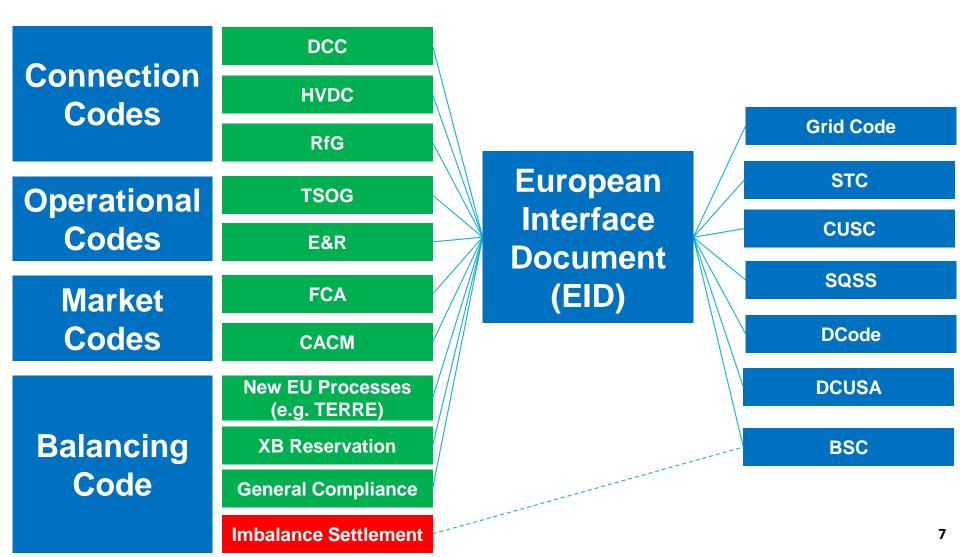
Current Approach – Many interacting deadlines



Current Approach – Large scale change to GB frameworks



Alternative Options – Full EID



Alternative Options – Full EID – Pros / Cons

Compliance

✓ Future changes

 Easier to Integrate methodologies published after EIF and turn areas of the ENCs on or off

✓ Ease of implementation

- ENCs without an obvious GB equivalent (e.g. CACM & FCA)
- Facilitates managing interactions between ENCs

✓ Accessibility

✓ Governance

- ✓ compatible with CGR3 & CACOP
- Reflect European governance

Licence changes

 EID brought into existence via licence modifications

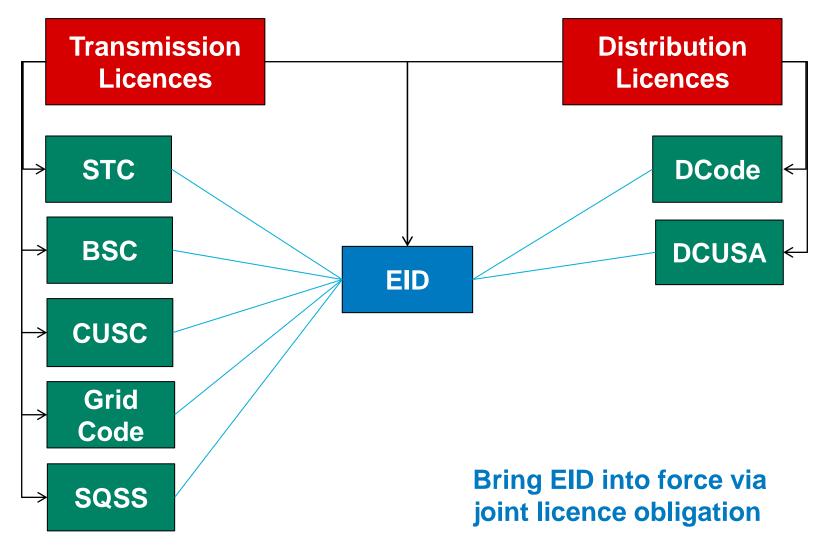
Science Coordination required

 Reference to GB codes and EID would be required when the authority makes decisions

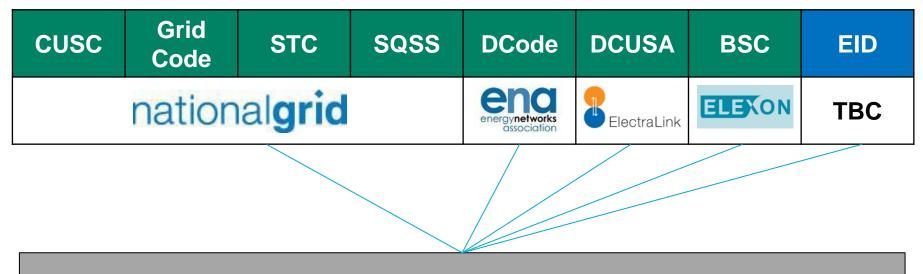
GB Code changes still required

- Some GB code changes would still be required (Imbalance Settlement)
- Cross-referencing from EID to existing GB codes would still be required

Alternative Options – Full EID – Framework for delivery



Alternative Options – Full EID – "Code" Administration



Code Administration Code of Practice: Principle 13

"Code Administrators will ensure cross Code coordination to progress changes efficiently where modifications impact multiple Codes"

Alternative Options – Are there any intermediate options?

- Is there a 'half-way house'?
- Can licence changes be avoided?
- Is there something that is easier to implement?
- Concept of an "EID-Lite"



EID-Lite



Alternative Options – EID-Lite Variants

- What could be considered as an EID-Lite?
 - 1. Append only relevant EID sections to corresponding GB codes as content similar
 - 2. Create new EID covering all new EU processes and append to only one existing GB code
 - 3. Append same new EID to all existing codes (i.e. the same content duplicated across the different GB codes)
 - Incorporate most of the new EU processes into a new nonlegally binding document that references to existing GB codes and EU legislation



EID-Lite Option 1

Create a new "EID" section in corresponding GB codes

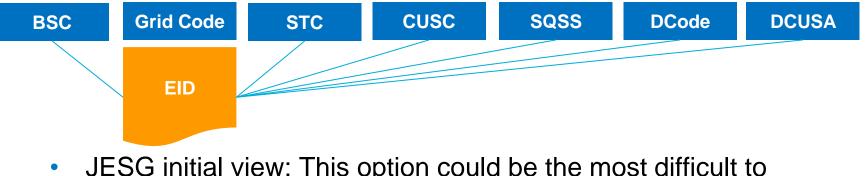
 New sections would require separate governance process from "GB" content of code (due to restrictions on changing EU law)

 JESG initial view: Of the proposed options, this was the most favoured by JESG attendees



EID-Lite Option 2

- Create a new EID covering all new EU processes and append to only one existing GB code
 - New section would require separate governance and to be referenced in other GB frameworks

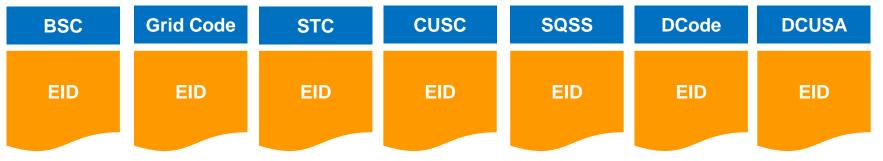


JESG initial view: This option could be the most difficult to achieve.



EID-Lite Option 3

- Append the same new EID to all existing codes (i.e. the same content duplicated across the different GB codes)
 - New sections would require separate governance process from "GB" content of code (due to restrictions on changing EU law)



JESG initial view: This option could be very complicated to implement.



EID-Lite Option 4

Incorporate most of the new EU processes into a new, non-legally binding document that references both existing GB codes and EU legislation

| | BSC | Grid Code | STC | CUSC | SQSS | DCode | DCUSA |
|----------------------|---------|--------------|------------|-------------|----------|------------|-------|
| EU Marke Codes | t | | | | | | |
| EU Operatio Codes | nal | | | EID | | | |
| EU Connect Codes | ion | | | | | | |
| • | JESG ir | nitial view: | the status | of such a d | document | could caus | Se |

confusion and lead to the document being ignored by GB stakeholders



Alternative Options – EID-Lite Variants

- Based on feedback from JESG and the validation call held on 3rd November 2016, EID-Lite options 2, 3 and 4 were ruled out
- However, stakeholders will have the option to provide comments on these options and complete the scoring matrix for them if they would like to



Assessment Criteria

Assessment criteria have been developed in order to assess the different options. These are available in a scoring matrix spreadsheet.

| Ease of use | <u>Governance &</u> <u>Licence</u> | <u>Timescales</u> | Implementation & Compliance |
|--|--|---|--|
| GB Stakeholders TSO/DNOs Additional documents required Guidance notes required | Changes required Consistency across users Ease of future changes Code governance direction of travel | Re-work All ENCs follow same implementation approach Appropriate timescales | GB Compliance demonstration Coordination of changes Ability to undo changes |

Next Steps

- Code Administrators continue to brief Code Panels and highlight opportunity for Panels to respond
- Next JESG on 23rd November will be used as a further opportunity to discuss options and scoring
- Scoring matrix provided please submit your comments and completed matrix by 7th December 2016
- Validate scoring at JESG on 13th December and discuss next steps