# Joint European Standing Group *Meeting 29*







15 October 2014 Elexon, London

#### 1. Introductions







Barbara Vest JESG Independent Chair

# 2. Review of the Action Log







Sara-Lee Kenney
JESG Technical Secretary

# **JESG Standing Actions**

| Action<br>No | Action  | Lead Party               |
|--------------|---|--------------------------|
| S1           | Prepare a commentary / comparison document between the Network Code and the existing GB arrangements at appropriate stages in the Code development for each Network Code.   | NGET                     |
| S2           | Engage with DECC and Ofgem to ensure appropriate and timely input can be provided from GB Stakeholders in to the Comitology process.  | JESG Chair               |
| S3           | Continue to review the membership of the JESG and engage additional industry parties where appropriate.   | JESG Chair               |
| S4           | Provide update on future Network Codes and incentives being developed as and when appropriate.  | NGET/Ofgem/DECC          |
| S5           | If required by the Commission, facilitate an industry-wide read-through of the Network Codes once they are released by the Commission.  (formerly Open Action 135)  | JESG<br>Chair/Ofgem/DECC |
| S6           | Stakeholders are requested to provide specific example of inconsistent or problematic definitions in the Network Codes to Ofgem (reuben.aitken@ofgem.gov.uk) and DECC (will.francis@decc.gsi.gov.uk).                                 | All                      |
|              | (formerly Open Action 140)  |                          |
| \$7          | Consider the need for how to best capture stakeholders' most recent priority issues before and during the Comitology process, in particular for the RFG, DCC and CACM Network Codes as the codes develop in the pre-comitology phase. | DECC                     |

#### **JESG Actions**

| Action No | Action   | Lead Party      | Status | Update   |
|-----------|--|-----------------|--------|--|
| 152       | Arrange another stakeholder group workshop on RfG Network Code following publication of the next draft.  | NGET/DECC/Ofgem | Open   | Awaiting new RfG draft                                   |
| 157       | <ul> <li>What are the arrangements for stakeholder engagement in TERRE and/or the Balancing Network Code:</li> <li>Will stakeholders be consulted on Balancing Code amendments?</li> <li>Will there be a GB TERRE group?</li> <li>Will CBAs be published to stakeholders?</li> </ul> | NGET            | Open   | Update to be provided at JESG 15 October.                |
| 158       | What products and what gate closure time will Project Terre use?   | NGET            | Open   | Update at JESG 15<br>October                             |
| 159       | Report to JESG on ACER's opinion on having both firm and non-firm transmission rights on the same TSO border   | Ofgem           | Open   | The current FCA draft states that rights should be firm. |

# **JESG Actions (continued)**

| Action No | Action   | Lead Party      | Status | Update   |
|-----------|--|-----------------|--------|--|
| 161       | Review the issues logs for the Network Codes that are published on the JESG website  | DECC/Ofgem/NGET | Open   | Material published on<br>the JESG website needs<br>to be reviewed to assess<br>accuracy/relevance. |
| 163       | Invite Simon Reid (GB ENTSO-E Balancing Pilot Project Stakeholder Representative) to a future JESG meeting to provide an update on the Balancing Pilot Projects. | NGET            | Open   | Simon has been invited to JESG, we will look to organise an update at the next meeting             |
| 164       | Consider if there should be an obligation to publish the volumes of standard/non-standard balancing products used by the SO.                                     | DECC/Ofgem      | Open   |  |
| 165       | Consider how to capture stakeholder concerns ahead of the 17-18 September ENTSO-E Project TERRE workshop.  | NGET            | Open   |  |
| 167       | Schedule a stakeholder workshop on the ER Network Code   | NGET            | Open   | 1 – 2 December 2014, details to be circulated  |

# 3. Update on EU Network Codes







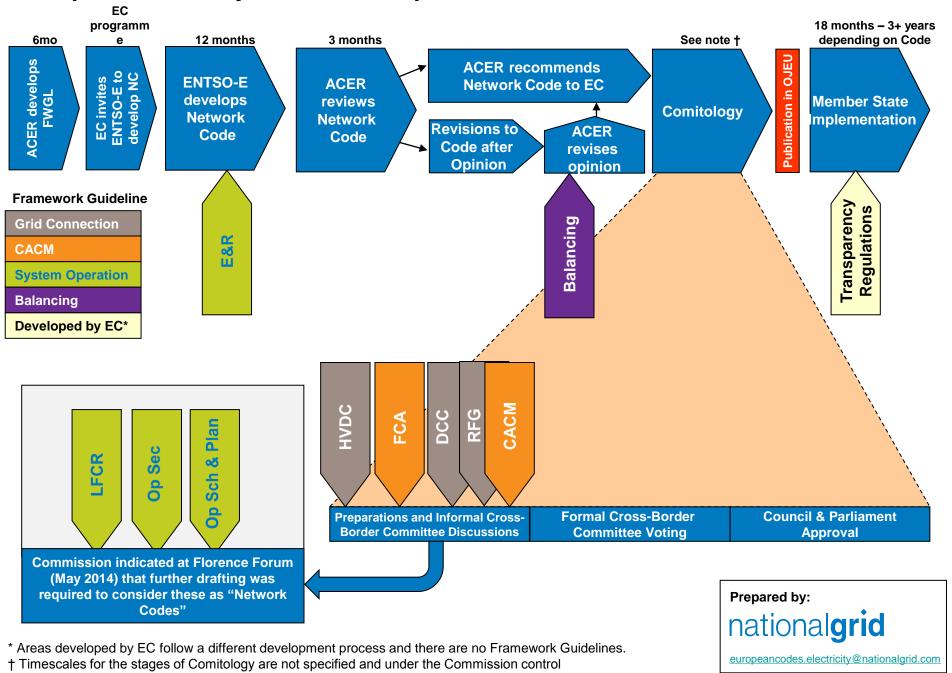
Sara-Lee Kenney
JESG Technical Secretary

#### **European Electricity Codes Development Status Drafting / Revisions** 9 October 2014 **ENTSO-E Drafting ACER Review** Revisions following ACER Review Third Energy Package: Areas for Network Codes and Guidelines detailed in Articles 8(6) & 18(3) of Regulation 714/2009 (EC) **Comitology / Approval** Comitology preparations & informal discussion Redrafting as required by Commission **Grid Connection System** Cross-Border Committee Voting **Market Codes Operation Codes** Codes Parliament/Council Approval Requirements for Operational **Published in OJEU** CACM Generators Security Reg (EU) No 543/2013 Transparency Reg. **Demand Connection** Operational Planning **Forward Capacity** Code Allocation and Scheduling **Future ENCs:** indicated as future ENCs, no timescales advised to date Load-Frequency **HVDC** Balancing Control and Reserves Connection **Procedures Staff Training Emergency** and Prepared by: and Certification Restoration

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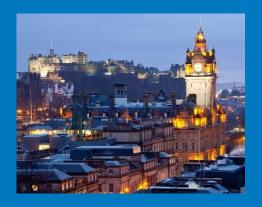
#### **European Electricity Codes Development Status: 9 October 2014**



|   | 2013   | 2014  | 2015                  |  |
|---|--|---|-----------------------|--|
| Network Code  | Feb Mar Apr Jun Jul Aug Sep Oct Nov Dec  | Feb Mar Apr May Jun Jul Aug Sep Oct Nov                                     | Mar Mar May Jun May   | Implementation Window  |
|   | Comitalian   | riad of 40 marsh a conseilled in Dameston                                   |                       | 3  |
| Transparency<br>Regulations                         | Comitology Parliamentary Approval Drafts Manual of Procedures    MoP   MoP   Review  |   | Applies               | Now European Law. Implementation in process.                     |
| Capacity Allocation<br>and Congestion<br>Management | O S S S S S S S S S S S S S S S S S S S  | reparations XBC discussion s  | on Comitology (TBC)   | Phased Implementation over 24 months (TBC)                       |
| Requirements for<br>Generators                      | Revisio nof Code based on HORIZON ACER   | gy Preparations   | Comitology (TBC)      | Implementation period of 36 months (TBC)                         |
| Demand Connection<br>Code                           | ACER<br>Review Comitolog   | gy Preparations   | Comitology (TBC)      | Implementation period of 36 months (TBC)                         |
| Forward Capacity<br>Allocation                      | ENTSO-E Drafting Initial Consult drafting Consult ation Finalise drafting Review     | ENTSO-E Revisions Comitology Preparations                                   | Comitology (TBC)      | Phased Implementation over 39 months (TBC)                       |
| HVDC  | Call for Stakehol der evidence Unitial Drafting Ultat                                | Finalise drafting ACER Review Review ns                                     | Comitology<br>(TBC)   | Implementation period of 36 months.<br>Until cJune 2018<br>(TBC) |
| Operational Security                                | ENTSO- E Finalise drafting  ACER Review Revisions  ENTSO-E Revisions  ACER Revisions | twork Code with EU Commission Redrafting by ENTSO Eon Commission's request  | Comitology (TBC)      | Implementation period 18 months<br>(TBC)                         |
| Operational Planning<br>& Scheduling                | ENTSO-E Drafting ACER Finalise drafting  ACER Review Revisions  ACER Revisions       | twork Code with EU Commission Redrafting by ENTSO. Eon Commission's request | Comitology (TBC)      | Implementation period 18 months<br>(TBC)                         |
| Load Frequency<br>Control & Reserves                | Init I -   | ork Code with EU Redrafting by ENT SO. Eon Commission request               | Comitology (TBC)      | Implementation period 18 months<br>(TBC)                         |
| Electricity Balancing                               | ENTSO-E Drafting  Initial Drafting  Consul tation  Finalise drafting                 | ACER Review ENTSO-E Revisions   | Comitology<br>(TBC)   | Phased Introduction over 6 years. Until c.2021<br>(TBC)          |
| Emergency and<br>Restoration                        |  | ENTSO-E Drafting Initial drafting  Consult ation                            | ACER Comitology (TBC) | Implementation<br>(TBC)  |

## 4. Update on RfG Working Group







Sara-Lee Kenney (On behalf of Rob Wilson) JESG Technical Secretary

### RfG Workgroup (GC0048): 24 September 2014

Workgroup discussions summary;

- RfG progress to date and task starters
- Structure for mapping RFG to GB Codes
- National Implementation
- Task List planning

#### RfG Workgroup (GC0048): 24 September 2014

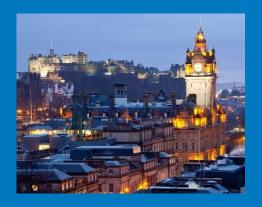
Workgroup progress and actions summary;

- Workgroup consensus for creation of new connection conditions section (GB)
- List of GB parameters (applicable RfG articles)
- Production of a workgroup task list and project plan

Next Meeting: Monday (20 October)

# 5. Project TERRE & Standard Balancing Products Update







Steve Miller NGET



#### By way of introduction...

#### The Balancing Code

An update as to where matters are, and what is anticipated next.



#### The ENTSO-E Pilot – Project TERRE

A brief overview, and what can be expected in the next few months.

## **The Balancing Code**

- Since the August update... the Balancing Code still resides in pre-Comitology.
- Two key changes in September submission:
  - The requirement that all regulatory approval which would have influence on market participants be subject to public consultation;
  - TSOs (subject to NRA approval) shall be obliged to allow BSPs to offer balancing energy bids via BSP-TSO model to TSOs.

## **Project TERRE**

- Project TERRE: a reminder & a recap;
  - The Project TERRE road map;
    - Standard products for Replacement Reserve;
      - Product activation timings...an example; &
        - Our next national stakeholder engagements.

#### Project TERRE – a recap of our objectives

#### Imperatives:

- No net impact on GB and European System Security
- No unnecessary change, cost or impact to GB SO activities or GB industry;
- Align with Balancing, LFCR and other target models;

#### Goals:

- Develop one or more strategic balancing / reserve products in the RR and beyond timescales;
- Improve flexibility and reduce costs of Balancing;

## Project Road Map (subject to SC Approval)

|   | 2013 2014 |    |    |    |    | 2  | 015 |    | 2016 |   |    | 2017 |    |    |    | 2018 |    |    |    | 2019 |    |    |    |    |    |    |    |    |        |
|---|-----------|----|----|----|----|----|-----|----|------|---|----|------|----|----|----|------|----|----|----|------|----|----|----|----|----|----|----|----|--------|
|   | Q1        | Q2 | Q3 | Q4 | Q1 | Q2 | Q3  | Q4 | Q1   | I | Q2 | Q3   | Q4 | Q1 | Q2 | Q3   | Q4 | Q1 | Q2 | Q3   | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q<br>4 |
| Design<br>phase   |           |    |    | ı  | I  | 1  | 1   |    |      |   |    |      |    |    |    |      |    |    |    |      |    |    |    |    |    |    |    |    |        |
| NRA<br>approval   |           |    |    |    |    |    |     |    |      |   |    |      |    |    |    |      |    |    |    |      |    |    |    |    |    |    |    |    |        |
| Decision go<br>live/ not to<br>go (under a<br>CBA)                |           |    |    |    |    |    |     |    |      |   |    |      |    |    |    |      |    |    |    |      |    |    |    |    |    |    |    |    |        |
| IT<br>Implementa<br>tion  |           |    |    |    |    |    |     |    |      |   |    |      |    |    |    |      |    |    |    |      |    |    |    |    |    |    |    |    |        |
| Testing   |           |    |    |    |    |    |     |    |      |   |    |      |    |    |    |      |    |    |    |      |    |    |    |    |    |    |    |    |        |
| Go Live   |           |    |    |    |    |    |     |    |      |   |    |      |    |    |    |      |    |    |    |      |    |    |    |    |    |    |    |    |        |
| Monitoring of economic variables (costs, volumes, social welfare) |           |    |    |    |    |    |     |    |      |   |    |      |    |    |    |      |    |    |    |      |    |    |    |    |    |    |    |    |        |
| NC EB<br>proposal of<br>modificatio<br>n of target<br>model       |           |    |    |    |    |    |     |    |      |   |    |      |    |    |    |      |    |    |    |      |    |    |    |    |    |    |    |    |        |

#### **TERRE Product Current Position (Under Negotiation)**

| Standard Characteristics  |                           |
|---|---------------------------|
| (a) Preparation Period  | <15mins                   |
| (b) Ramping Period  | <15mins                   |
| (c) Full Activation Time;   | <30mins                   |
| (d) minimum and maximum quantity;   | 1MW Min                   |
| (e) Deactivation Period;  | <15 mins                  |
| (f) Price of the Bid;   | Positive/Negative Up/Down |
| (g) Divisibility;   | Time Yes                  |
| (h) minimum and maximum duration of Delivery Period;  | 60 Product, 15,30 or 60   |
| (i) The Bidding Zone where the bid is located;  | Local                     |
| (j) Validity Period; and  | Chosen by BSP             |
| (k) Mode of Activation.   | Manual                    |
| (I) minimal duration between the end of Deactivation Period and the beginning of the following Ramping Period | Overlap – linked bids     |



#### **Timing for Product Activation (Under Negotiation)**

Example time-sequence for a balancing window covering 9:00 to 11:00 with security analysis and regional optimisation 09:00 to 10:00 and delivery after 10:00

| Time T0 | BSP      | 09:00 End of Trading Time for the period from 10:00 to 11:00                        |
|---------|----------|---|
| T+10    |          | 09:10 Final Submission of Bids + Technical Data by BSPs for the period 10AM to 11AM |
| T+20    | TSO      | 09:20 Completion of security analysis of Bids by each Connecting TSO                |
|         | CA       | 09:20 TERRE Central Algorithm returns results to each TSO                           |
| T+25    | TSO      | 09:25 TSOs Integrate the TERRE solution into their national / secure solution       |
|         | TSO      | 09:25 Activation of TERRE Standard Products by each Connecting TSO                  |
|         | BSP      | 09:25 BSPs receive  |
| T+45    | Delivery | 09:45 End of Preparation  |
|         | Delivery | 10:00 End of Ramping  |
| T+60    | Delivery | 10:00 Full Activation achieved  |
|         | Delivery | 10:00 Delivery Commences  |
| T+90    | Delivery | 10:30 Delivery Ends (varies by product but if we assume a 30min product)            |

#### Next stakeholder engagements...

- Common Slide pack for each TSO
  - Consistent and Transparent
- SPOC Meetings
- ENTSO-E Stakeholder Group
- European Code/Interconnector team in Balancing Services
  - Afternoon Workshop at JESG-OFGEM-DECC?
  - Operational Forum?

# 6. Emergency & Restoration Network Code Update







Peter Chandler NGET

#### **Contents of Network Code**

The Network Code consists of 8 Chapters -

- Chapter 1 General Provisions
- Chapter 2 System Defence Plan
- Chapter 3 Restoration Plan
- Chapter 4 Market Interactions
- Chapter 5 Information Exchange and Communication, Tools and Facilities
- Chapter 6 Compliance and Review
- Chapter 7 Implementation
- Chapter 8 Final Revisions

In addition a Supporting Document has been prepared

#### **Network Code Status**

Drafting Team Emergency & Restoration has improved the draft:

- All Chapters have been developed
- Consistency ensured in the requirements
- Redundant requirements with other Network Codes avoided
- Stakeholder comments taken in to account

Chapters on Restoration Plan and Compliance and Review have been significantly extended compared to version released in June

#### **Network Code Improvements**

#### Restoration Plan Chapter

- Re-energisation strategies
- Criteria for appointment & responsibilities of Frequency Leader
- Frequency management obligations in case of system split or significant frequency deviation
- Re-synchronisation issues and appointment & responsibilities of Re-synchronisation Leader
- Stakeholder comments taken in to account

#### **Network Code Improvements**

Compliance and Review Chapter

Minimum requirements based on existing practices

Information Exchange and Communication, Tools and Facilities Chapter

Availability of relevant facilities, in case of loss of primary power supply, is set to at least 24 hours

Market Interaction Chapter

New

#### **Sensitive Issues**

- System Defence Plan: Low Frequency Demand Disconnection parameters to be harmonised for each Synchronous Area
- Market Interactions: Market Suspension & Restoration rules being developed. Cost recovery for generators raised as a significant issue at 1<sup>st</sup> Stakeholder Workshop. Market Interactions Working Group progressing
- Information Exchange and Communication, Tools and Facilities: At least 1 voice communication channel shall have backup power supply for at least 24 hours. Not all TSOs can currently achieve this (OK for GB)
- Compliance and Review: Compliance testing timescales could be challenging for Black Start plant, demand facilities, LFDD relays, communication channels & tools, TSO facilities

#### **Stakeholder Engagement**

- 1st Stakeholder Workshop on 9th July 2014
- Public Consultation 13<sup>th</sup> October 8<sup>th</sup> December 2014
- 2nd Stakeholder Workshop on 12th November 2014
- ACER meetings
- SOC meetings
- DSO Technical Expert Group meetings
- Market Interactions Working Group meetings

#### Milestones & Next Steps

- Key Policy Issues document approved by Assembly in July
- Network Code Legal Assessment completed in September
- Network Code Mature 1 & Supporting Document submitted to SOC and Assembly in September
- Approved by Assembly on 13<sup>th</sup> October -
  - Network Code Mature 1
  - **Supporting Document**
  - Legal Consistency Note
  - Legal Assessment
- Public Consultation 13<sup>th</sup> October 8<sup>th</sup> December 2014
- Drafting Team meetings to review comments from Public Consultation on 13<sup>th</sup> November, 11<sup>th</sup> December & 16<sup>th</sup>-18<sup>th</sup> December
- Assembly meeting on 10<sup>th</sup> December

#### 7. TYNDP 2014 Consultation Feedback







Bec Thornton NGET

#### **TYNDP**

- 2014 Plan consultation closed and thus far well received
- 2014 Plan due for publication Nov 2014
- 2016 Plan work commenced
- Plan includes both ENTSO-E member and non-member TSO projects (all self-nominated)

#### **TYNDP – Projects of common interest**

- PCIs are essential to increase transmission opportunities along key gas & electricity corridors
- Potential PCIs are self nominated need to be included in previous TYNDP first
- Next list due 2015 Nominations for PCIs will be Feb 2015
- Further details on ENTSO-E website or EC website

## 8. JESG & ECCAF 2015 Meeting Dates







Sara-Lee Kenney
JESG Technical Secretary



#### **Provisional JESG Dates 2015**

| Date                 | Comments   |
|----------------------|--|
| Tuesday 20 January   |  |
| Tuesday 24 February  | (Avoiding half term week 16-20 Feb)                |
| Tuesday 24 March     |  |
| Tuesday 21 April     |  |
| Thursday 21 May      | (Avoiding Energy UK Board meeting on Tuesday 19th) |
| Tuesday 23 June      |  |
| Tuesday 21 July      |  |
| August – Date TBC    | Edinburgh JESG                                     |
| Tuesday 22 September |  |
| Tuesday 20 October   |  |
| Tuesday 24 November  |  |
| Tuesday 15 December  |  |

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#### **Provisional ECCAF Dates 2015**

| Date                | Description                              |
|---------------------|--|
| Tuesday 6 January   |  |
| Tuesday 3 February  |  |
| Tuesday 3 March     |  |
| Tuesday 14 April    | (Avoiding half term 30 March - 10 April) |
| Tuesday 5 May       |  |
| Tuesday 2 June      |  |
| Wednesday 1 July    |  |
| August - TBC        |  |
| Tuesday 1 September |  |
| Thursday 1 October  |  |
| Tuesday 3 November  |  |
| Tuesday 1 December  | 36                                       |

## 9. Forthcoming Events







Sara-Lee Kenney
JESG Technical Secretary

#### Forthcoming Events – ENTSO-E

- European Utility Week 2014
  - ■4 6 November, Amsterdam
- Emergency & Restoration Network Code: Stakeholder Workshop
  - Wednesday 12 November, Brussels

- ENTSO-E Conference
  - Wednesday 19 November, Brussels

www.entsoe.eu/news-events/events

### Forthcoming Events – E&R Network Code

- Emergency & Restoration Network Code Stakeholder Workshop
  - 1 2 December 2014, Elexon, London
  - Within the consultation period for the E&R Network Code; follows the ENTSO-E event on 12 November
  - 13:00 17:00 Monday 1 December
  - 10:00 17:00 Tuesday 2 December
  - Registration details to circulated via the JESG Weekly Update

#### Forthcoming Events - JESG

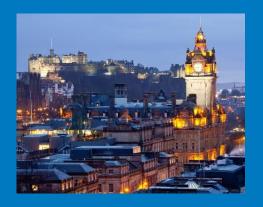
Next Scheduled JESG: Tuesday 4 November

December JESG: Wednesday 3 December

http://www2.nationalgrid.com/UK/Industryinformation/Electricity-codes/Standing-groups/Joint-European-standing-group/

## 10. Review of Stakeholder Representation







Barbara Vest JESG Independent Chair

# 11. Any Other Business







Barbara Vest JESG Independent Chair

## 12. Lunch











#### **Afternoon Session**







**DECC/Ofgem Stakeholder Meeting**