Tender Procurement Update

David Preston – Contracts Team
Constraint Management Tenders

- Voltage Management Tenders

  - **South East:** Six parties participated over two tenders and three parties participated in a further localised tender
    - **June to September** – Contract agreed with Damhead Creek for combined frequency response and voltage management
    - **August** – Additional localised requirement. Contracts agreed at Grain

  - **East Anglia:** Bilateral negotiations
    - **July** – No contracts agreed
    - **October to November** – Under negotiation

  - **Scotland:** Bilateral contract with Longannet
    - **August to September** – Contracts agreed

  - **South (Central):** Bilateral contract with Didcot
    - **October** – Contracts agreed
Contracted STOR Position

- Current requirements: ~2300MW for seasons 8.5 to 8.6. Year 9 requirement currently being reviewed.
- Strong volumes of Premium Flexible on contract for Winter 2014 representing opportunity to prove concept
- Single electronic tender solution for TR25
Former & Current Fast Reserve Contracts – day time

- Wider review of reserve holdings is currently focusing on the optimisation of Fast Reserve across firm and optional sources
- November tender results imminent
- Tender opportunities remain available
- NBM trial successfully completed. Additional trials welcomed
Participation in commercial frequency markets fairly static
Opportunity remains, compared to BM alternatives, especially in Secondary
Contracting strategy being reviewed – stimulation of FCDM / Secondary Static
Upcoming Electronic tender rollout
Contact steven.lam@nationalgrid.com re: FFR opportunities
DSBR & SBR

Note: Wider DSBR / SBR session this afternoon

**DSBR**
- 14/15 tender completed
- Contracts awarded for Units representing 319MW across 431 MPANs
- First 15/16 tender to be opened early next week

**SBR**
- Precautionary 14/15 tender open during September
- 8 tenders received from 26 units across 13 sites representing >5GW: Assessments nearing completion
- Regulatory governance process ongoing, contract offers imminent subject to finalising volume requirements
- First 15/16 tender to open once 14/15 process completed