CMP250 'Stabilising BSUoS with at least a twelve month notification period'







CUSC Panel – 24 November 2017 Heena Chauhan – National Grid

Background

- CMP250 was raised by Drax and was submitted to the CUSC Modifications Panel for their consideration on 28 August 2015.
- CMP250 seeks to eliminate BSUoS volatility and unpredictability by proposing to fix the value of BSUoS over the course of a season, with a notice period for fixing this value being at least 12 months ahead of the charging season.

Workgroup Consultation

- The Workgroup Consultation was carried out in March 2016.
- As well as the standard consultation questions above, the Workgroup also sought views on thirteen specific questions.
- Sixteen Responses were received to the Consultation
 - Majority of respondents supported the proposal



Terms of Reference

Terms of Reference have been met;

	Evidence in Workgroup Report
a) Implementation	Section 5
b) Review draft legal text	Annex 11
c) Consider who picks up the costs of transferring the risk.	Section 2
d) Consider whether transferring the risk has a consumer benefit	Section 2
e) Can CMP250 be applied with an independent SO?	Section 2
f) Technical and commercial implementation for customers	Section 2 and Section 5
g) Consider effect of charging volatility/ predictability/ HH/ Day ahead/Year ahead/	Section 2
h) Minimum notification period required to make a material difference	Section 2

Proposed CUSC Modification

- This Proposal seeks to amend;
 - Changes to Section 14.

Next Steps

- The Panel is invited to:
 - Accept the Workgroup Report
 - Agree for CMP250 to progress to Code Administrator Consultation

Proposed Timetable

24 November 2017	Code-Administrator Consultation published (15 days)
15 December 2017	Deadline for responses
3 January 2018	Draft FMR published
10 January 2018	Deadline for comments
18 January 2018	Draft FMR issued to CUSC Panel
26 January 2018	CUSC Panel Recommendation vote
2 February 2018	Final CUSC Modification Report submitted to Authority
9 March 2018	Indicative Decision Date
1 April 2018	Implementation in CUSC (assuming decision provided before 31 March 2018, if decision provided after 31 March 2018 then Implementation will take place 1 April 2019)