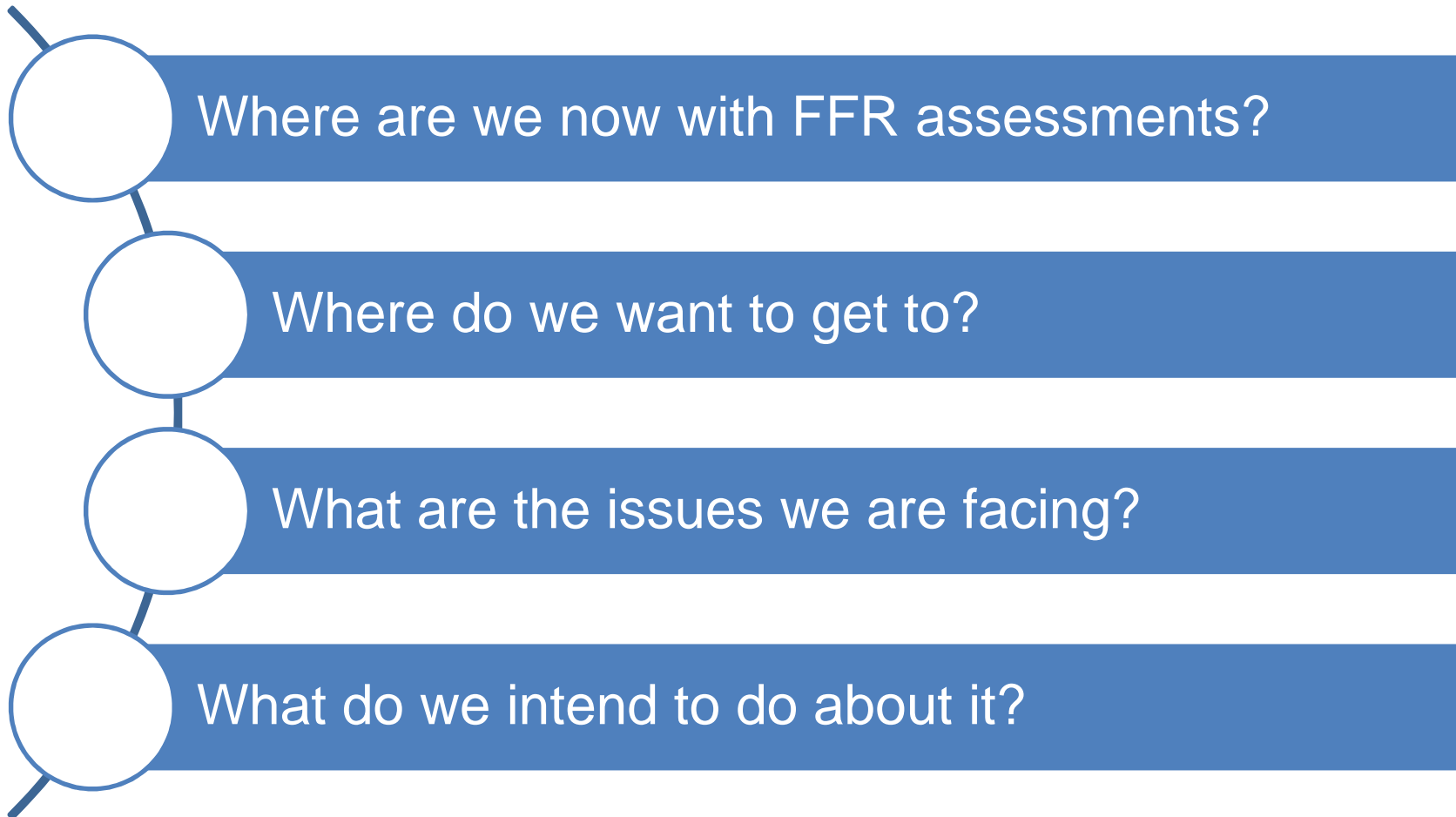


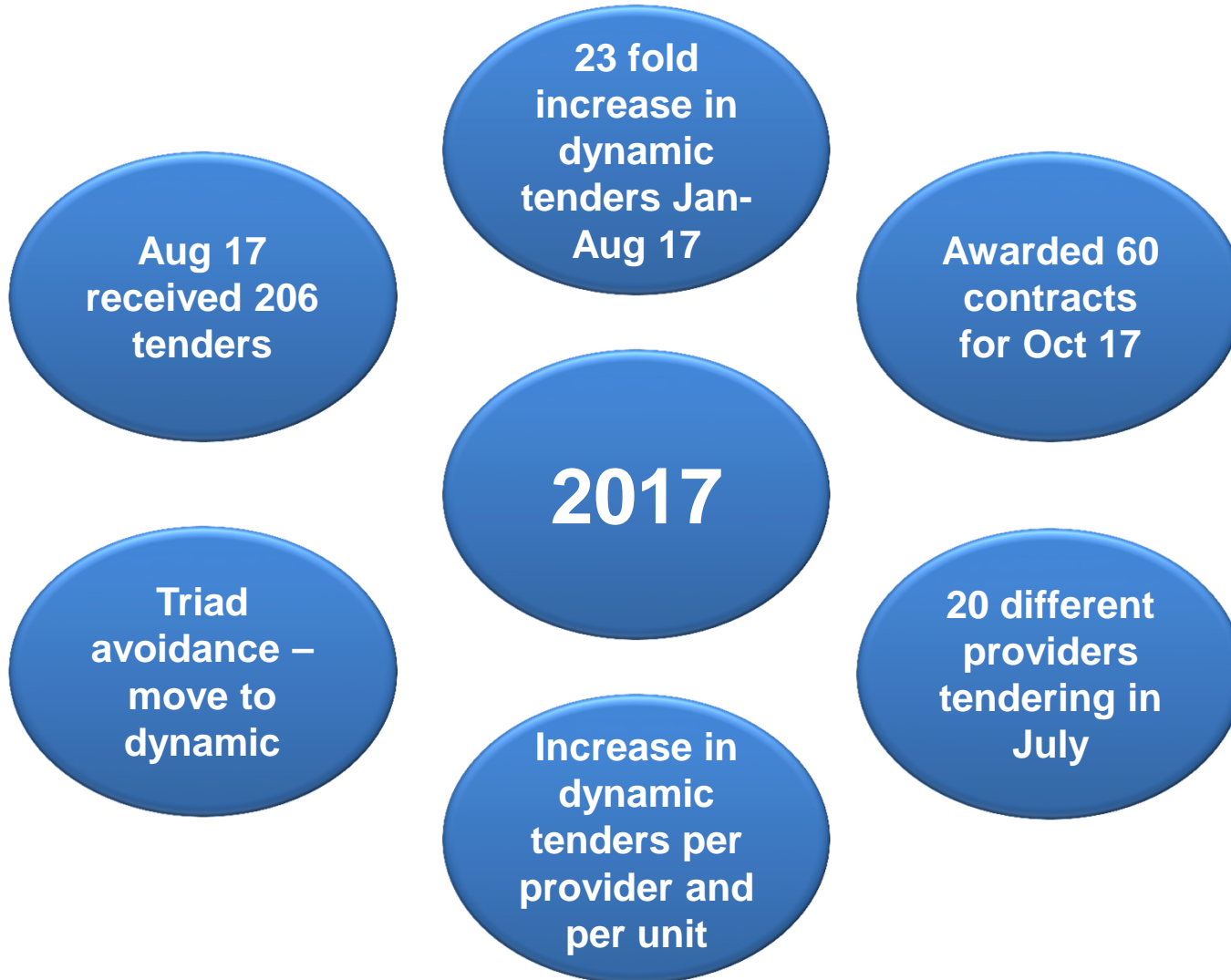
Improvements to FFR

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FFR tendering and assessments



FFR in 2017



Outlook for FFR

Where are we now?

Inherently complex

Variability of submissions

Requirements difficult to meet

Volume of tenders

Insufficient time

Where do we want to be?

Transparent process

Simple/standard products

Clear requirements

Balance of contract duration

Auctions

**SN&PS
RESPONSE**

What are we going to do in the interim?

What have you told us?

- 1 The assessment process isn't transparent
- 2 Our decisions are not clear
- 3 Timeliness and quality of information is poor

Transparency

What have you told us?

It's not clear

... how the assessment process works

... what services we value and when

... how we use Mandatory Frequency Response (MFR) to value tenders

What do we plan to do?

Update the assessment principles

Indicate when services have most value

Explain this in more detail, present this information

Clearer decisions

What have you told us?

Post assessment
feedback not sufficient

Don't understand why
tenders have been
rejected

What do we plan to do?

Provide more feedback on
decisions

Include reason codes for
rejection in the results

Provide definitions of
reasons in the Market
Information Report (MIR)

Webinar for results

Timeliness and quality of information

What have you told us?

Not enough time between results, MIR and following tender submission

Requirements aren't clear

Our longer-term requirements are not known

What do we plan to do?

Trial - run full tenders every other month, run month ahead every month

Align results and MIR

Provide better indication of what we want and when

Improve the information in MIR

Plan for delivery

Rejection reason code definitions in MIR	Done
Rejection codes included with results	Done
Provide better feedback on results	October
Clarify requirements	October
Align results and MIR	Within Q4
Publish updated assessment principles	Within Q4
Publish guidance on MFR and FFR	Within Q4
Publish value of services	Within Q4
Results webinar	Within Q4
Change tender frequency	Within Q4
Improve MIR	Within Q4
Publish data in excel	January
Product standardisaton	By end of Q1

Communications & updates

- Regular updates provided through the MIR
- Letter to industry to update on product rationalisation will include further information on our plans
- We will publish new or updated documents, presentations and videos on website
- Notify industry that the website has been updated
- Further update and next steps at next Ops Forum