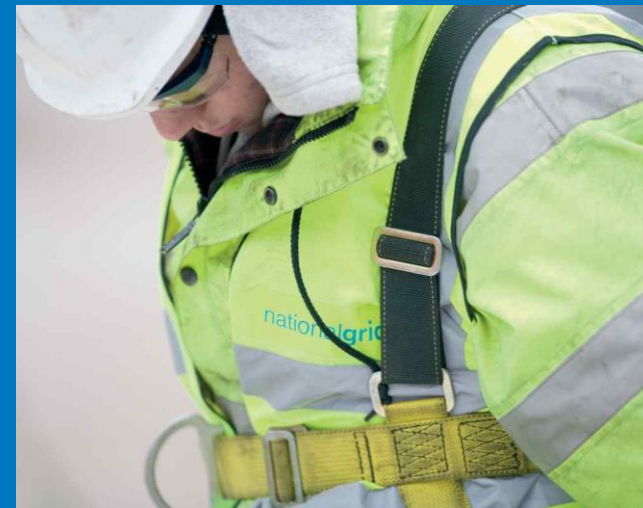


'Freezing' the TNUoS Methodology



Harriet Harmon, National Grid Electricity System Operator

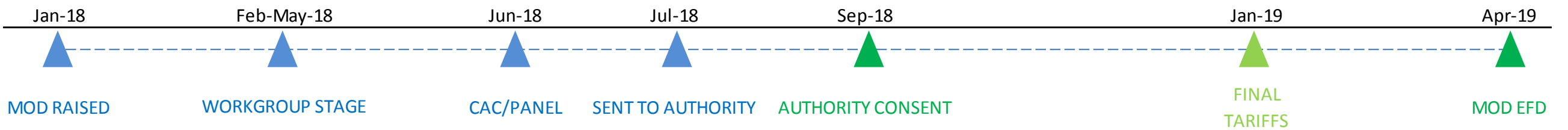
Background

- Final tariffs published on 31st January;
- Changes to methodology for charging year Y can be approved up to 31st January Y-1;
- We always reflect approved mods in our tariffs and forecasts;
- If Authority decision received October onwards, NGET required to re-run forecasts and/or final tariffs & to build & test system change;
- DCUSA DCP293 approved by the Authority freezes C/EDCM models Y-2 (17 months) to allow modelling/updates pre-publication

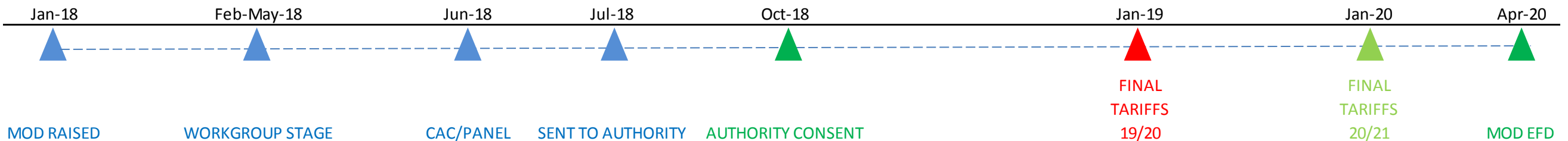
Proposal

- Introduce a new sub-Paragraph into S8 to stipulate that:
 - A charging CMP can be raised at any time;
 - An Authority decision to approve received on or before 30.09 of Y would allow implementation on 01.04 of Y+1
 - An Authority decision to approve received after 30.09 of Y would allow implementation on 01.04 of Y+2
- Exclusions for urgent mods and Authority directed mods

Illustrative example



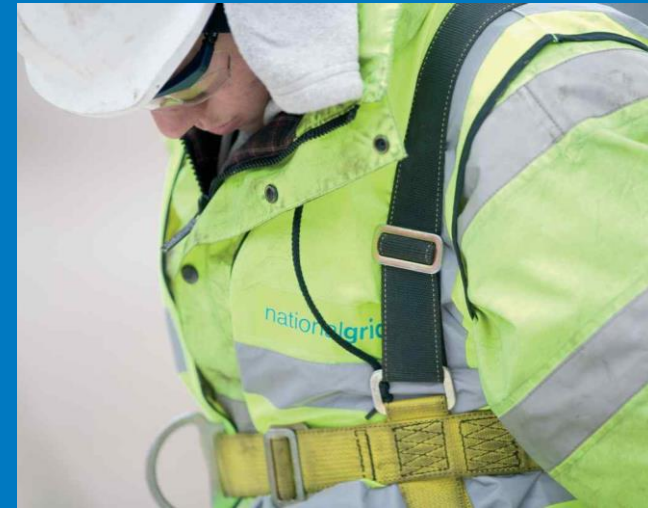
- No changes to CMP process;
- Limit applies only to Authority decisions post 30/09;
- Forecasts and final tariffs for Y+2 will include revised baseline



Pros/Cons – Points for discussion

- Mitigate risk of late system/process changes;
- Provide certainty over methodology to be used;
- Potential consumer benefits (CMPs 286/7);
- Enables efficiencies/cost avoidance;
- Still allows for urgency & directed
- Risk of ‘bottleneck’ and increased WG demand Q1;
- Why leave the exclusion for GEMA?
- Risk that everything classed, “Urgent”

Proposed Timetable: CMP292



CUSC Panel – 26 February 2018
Code Administration

Code Administrator - Proposed Progression

- The Panel is asked to agree:
 - If CMP292 should be progressed using:
 - Standard CUSC Proposal timetable (with Workgroup)

Proposed Indicative timetable for CMP292

The Code Administrator recommends the following indicative timetable:

Initial consideration by Workgroup	March – August 2018
Workgroup Consultation issued to the Industry	September 2018
Modification concluded by Workgroup	January 2019
Workgroup Report presented to Panel	February 2019
Code Administration Consultation Report issued to the Industry	March 2019
Draft Final Modification Report presented to Panel	April 2019
Modification Panel decision	April 2019
Final Modification Report issued the Authority	May 2019
Decision implemented in CUSC	June 2019