

## **Code Administrator Meeting Summary**

Meeting Name: CMP335/6 Workgroup 5 and 6

Date: 20 and 24 July 2020

**Contact Details** 

Chair: Paul Mullen Contact details: <a href="mailto:paul.j.mullen@nationalgrideso.com">paul.j.mullen@nationalgrideso.com</a>

Proposer: Eleanor Horn Contact details: <u>Eleanor.Horn@nationalgrideso.com</u>

## Key areas of discussion

- ESO's Original solution proposes to band new Transmission sites with no available consumption data based on an average annual consumption value of all Transmission connected Final Demand Sites. Noting that actual consumption data will become available for these sites as they start to consume demand, ESO feel it is appropriate to review the banding allocation outside of the start of a new price control for new transmission connected sites only. ESO shared their thoughts with the Workgroup and essentially plan to introduce an annual review (once only per new transmission connected site) to review their banding.
  - ESO noted that their Original solution (which does not contemplate such "review" would remain unchanged and any "review" process would be put forward as an alternative solution.
  - o The Workgroup shared some concerns with the ESO's proposed approach notably:
    - Appears to be discriminatory treatment for new transmission connected sites when no such provision for existing transmission connected sites or distribution sites is in place. Any different treatment would need to be fully justified;
    - Questioned the need for a specific review given there are only 70 transmission sites so can this be monitored by ESO as part of ongoing process; and
    - Suggested that ESO could calculate a more accurate estimated consumption for these sites based on e.g. size or whether they are baseload or peak and then map across to equivalent customers.
- The Workgroup also reviewed the legal text for the CMP335/336 Original Proposals

## national**gridESO**

## **Next Steps**

- ESO's alternative proposals to be sent to Workgroup ahead of meeting on 7 August 2020 **Post Meeting Note: issued 4 August 2020**;
- Meeting to discuss proposed Workgroup Alternatives, review legal text and hold Alternative Vote – 7 August 2020; and
- Workgroup Vote to take place 13 August 2020.

For further information, please contact Paul Mullen.