

# Workgroup Report on CMP192



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30 September 2011

## Workgroup Timeframe

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- CMP192 “Enduring Generation User Commitment” submitted by National Grid to CUSC Panel on 25 February 2011
- CUSC Panel sent proposal to Workgroup for development and consultation
- Workgroup convened to develop enduring proposal and report back in 5 months
- Timetable subsequently extended to 7 months due to complexity and breadth of issues

## Process

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- Significant and complex proposal
- Wide ToRs
- Significant external interactions
  - (EMR, RIIO and European Codes)
- Development in Workgroup
  - Collaborative working
  - Mix of discussion and analysis
- General support from Industry
- Workgroup have met ToRs

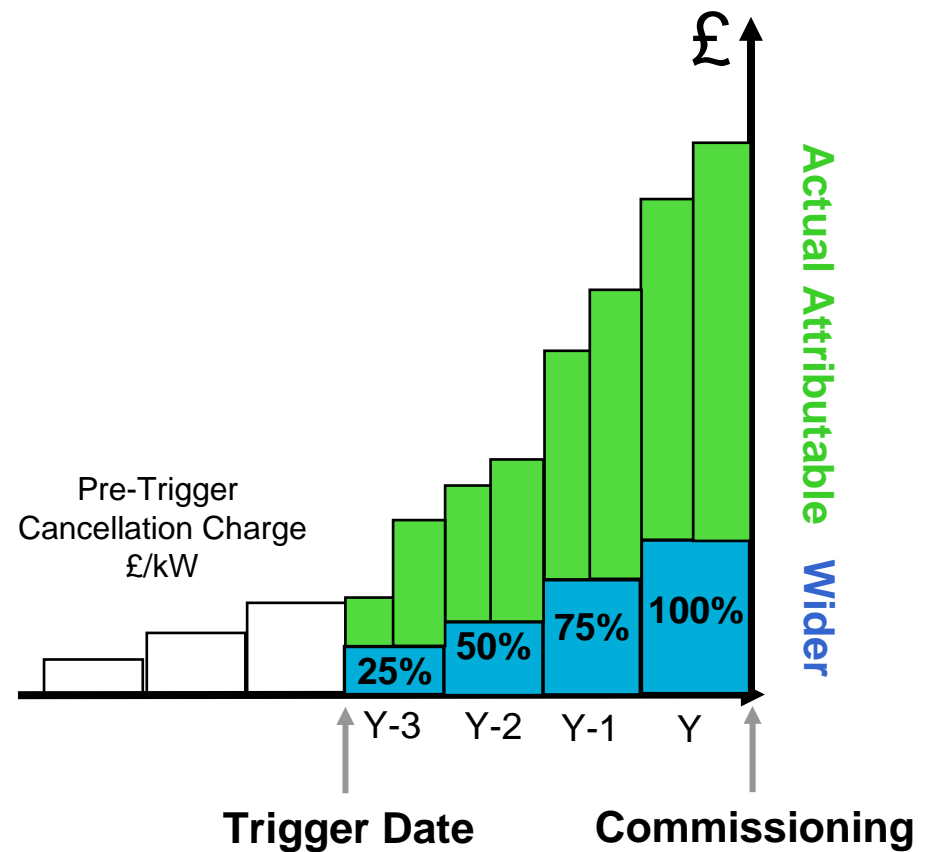
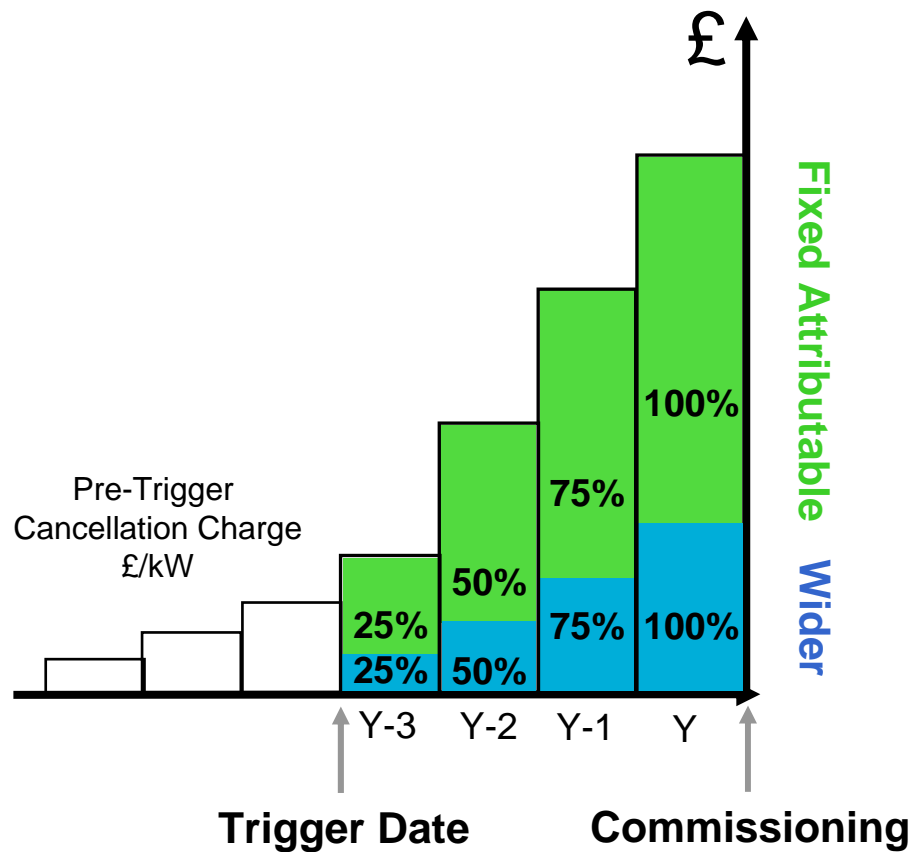
# Proposal Overview

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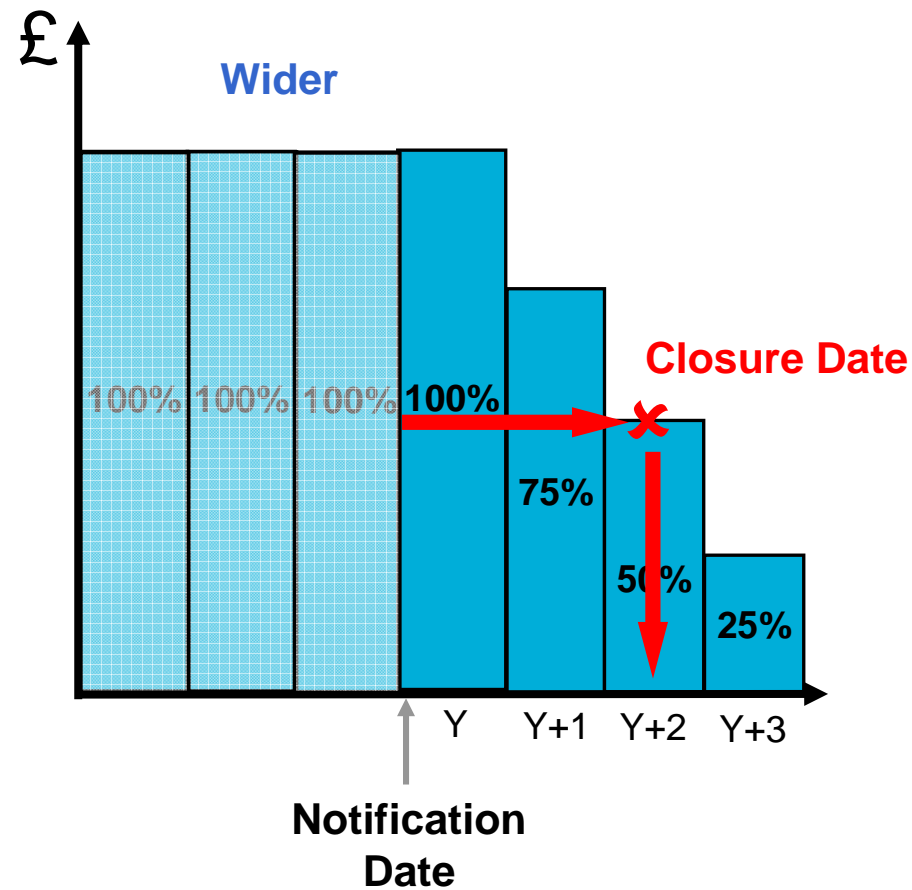
- Value at risk
  - Derive amount
    - Local: specific
    - Wider: generic
  - Apply liability: notice period
- Financial security based on risk
  - Pre 4 years : 100%
  - Post 4 years: 42%
  - Post Key Consents: 10%
  - Post Commissioning: 0%

# Application to Pre Commissioning

- Either Fixed or Actual option



# Application to Post Commissioning








# CMP192 Alternatives

CMP192 Work Group Alternatives												
Notice Period	Pre : Post 4 : 4				Pre : Post 4 : 2				Pre : Post Wider 2 : 2 / local 4 unless FSL			
Profile	25,50,75,100 : 100, 75, 50, 25				25,50,75,100 : 100, 75				75,100 : 100, 75			
Additional features:												
FSL (no 1,2,3 £/kW) option	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
1,2,3 £/kW capped @ YR-4 (i.e. 25% or FSL)	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Grandfathering option for pre-commissioning	✗	✗	✓	✓	✗	✗	✓	✓	✗	✗	✓	✓
50% sharing for all local reinforcements where demand is existing or planned at the site	✗	✓	✗	✓	✗	✓	✗	✓	✗	✓	✗	✓
Work Group Alternative Number	1	2	3	4	5	6	7	8	9	10	11	12

## Alternative Proposals

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- Pre trigger amount
  - Does not apply on Actual 
  - Capped by 4 year liability 
- Notice Period
  - 4:2 Notice Period; 
  - 2:2 for Wider (4:0 for local)
- Grandfathering option for existing pre commissioning 
- Attributable liability also shared 50% with consumers 
- No proposal received majority support as best





## Timetable

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- Workgroup Report to CUSC Panel 30 Sep 2011
- Code Administrator Consultation 3 Oct - 24 Oct
- Extraordinary CUSC Panel 11 Nov
- Final Report to Ofgem 22 Nov
  - Ofgem Impact Assessment
- Anticipated implementation Apr 2012
  - Transition period
- Anticipated Go-Live Apr 2013