

CMP249: Clarification of Other Charges (CUSC 14.4) - Charging arrangements for customer requested delay and backfeed.



CUSC Panel – 31th July 2015

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Background

- CUSC Section 14.4 (Other Charges) provides for the payment of other costs related to a connection.
- National Grid applies charges for assets, which because of a User's decision, are or will be built earlier than would otherwise be required.
- One Off Charges are also used to recover any incremental costs as a result of a User's decision.
- This is in line with the principles within National Grid's "CEC before TEC" policy published in 2008.

Summary of defect

- The principles of the “CEC before TEC” policy and associated methodology have not, to date, been explicitly included in the CUSC.

Proposed CUSC Modification

- To include the principles underpinning the “CEC before TEC” policy within section 14 of the CUSC.
- State the methodology for calculation.
- Clarify in which situations a charge will be applied.
 - Suggested text is attached to the modification proposal

Justification against Applicable CUSC Objectives

- Ensure cost reflective charging by targeting the costs incurred by a transmission licensee to those customers that cause them.
 - Better facilitating applicable objective (b) – Cost reflectivity.
- Cost reflective charging is often seen as creating signals which promote economic decision making.
 - Better facilitating applicable objective (a) - Competition.
- Addresses growing situations where assets, which because of a User's decision, are or will be built earlier than they would otherwise be required.
 - Better facilitating applicable objective (c) - Taking account of transmission business developments.

CMP249 Progression

- The Panel is asked to agree:
 - Whether CMP249 should be progressed through Self-governance
 - How to progress CMP249
 - Workgroup
 - Code Administrator Consultation

CMP249 Indicative timetable (Workgroup)

7th August 2015	Deadline for comments on Terms of Reference / nominations for Workgroup membership
W/C 10th August 2015	Workgroup meeting 1
W/C 24th August 2015	Workgroup meeting 2
7th September 2015	Workgroup consultation issued for 1 week Workgroup comment
14th September 2015	Deadline for comment
17th September 2015	Workgroup Consultation published
8th October 2015	Deadline for responses
W/C 12th October 2015	Workgroup meeting 3
20th October 2015	Circulate draft Workgroup Report
27th October 2015	Deadline for comment
19th November 2015	Submit final Workgroup Report to Panel
27th November 2015	Present Workgroup Report at CUSC Modifications Panel

CMP249 Indicative timetable (Workgroup)

2nd December 2015	Code Administrator Consultation issued (15 Working days)
23rd December 2015	Deadline for responses
5th January 2016	Draft CUSC Modification Report issued for Industry comment
12th January 2016	Deadline for comment
21st January 2016	Draft CUSC Modification Report issued to CUSC Panel
29th January 2016	CUSC Panel recommendation vote
1st February 2016	Draft FMR circulated for comment
8th February 2016	Deadline for responses
11th February 2015	Final CUSC Modification Report sent to Authority

CMP249 Indicative timetable (CA Consultation)

11th August 2015	Code Administrator Consultation issued (20 Working days)
8th September 2015	Deadline for responses
9th September 2015	Draft CUSC Modification Report issued for Industry comment
16th September 2015	Deadline for comment
17th September 2015	Draft CUSC Modification Report issued to CUSC Panel
25th September 2015	CUSC Panel recommendation vote
28th September 2015	Draft FMR circulated for comment
5th October 2015	Deadline for responses
8th October 2015	Final CUSC Modification Report sent to Authority