

## CMP243

‘a fixed Response Energy Payment option for all generating technologies’



CUSC Panel – 29<sup>th</sup> January 2016

Jade Clarke

## Proposed CUSC Modification

---

- CMP243 was raised by Drax Power and was submitted to the CUSC Modifications Panel for their consideration on 21<sup>st</sup> May 2015.
- CMP243 aims to allow all generators, regardless of technology type, the option of choosing whether their Response Energy Payment is based on the current methodology or a fixed value initially suggested at £0/MWh. The fixed value is now suggested to be a market derived price.

## Workgroup Consultation

---

- Three responses were received to the Consultation and were considered by the Workgroup.
- Responses were supportive of the modification and all suggested that 'option two' outlined in the document was the best option
- No alternatives were raised in response to the Consultation.

## Proposed options

---

- Two WACM's were agreed by the Workgroup
  - **Original Proposal** – Baseload wholesale month ahead price
  - **WACM1** – Peak and off-peak wholesale month ahead price, peak is 7am-7pm weekdays and off-peak is the rest.
  - **WACM2** – Peak wholesale month ahead price.

None of the options include the option to revert back to the existing REP and would set the REP ten days ahead of Holding Prices being submitted.

## Workgroup vote

---

- The Workgroup voted on the Original Proposal and two WACM's against the CUSC (Standard) objectives.
- The Workgroup concluded that all options are better than the baseline, however had differing views on the best option with three Workgroup members voting for the Original, three voting for WACM1 and one voting for the Baseline.

## Workgroup Conclusions

---

- Terms of Reference have been met
- Proposed legal text agreed by the Workgroup
- The workgroup have proposed implementation for CMP243 to be similar to CMP237 and to have 3 full months after implementation within the CUSC to introduce the practical application of the changes.

## Next Steps

---

- The Panel is invited to:
  - Accept the Workgroup Report
  - Agree for CMP243 to progress to Code Administrator Consultation

# Proposed Timetable

<b>4<sup>th</sup> February 2016</b>	<b>Issue CA Consultation (15 Working days)</b>
<b>25<sup>th</sup> February 2016</b>	<b>CA Consultation closes</b>
<b>1<sup>st</sup> March 2016</b>	<b>Issue draft FMR for comment</b>
<b>8<sup>th</sup> March 2016</b>	<b>Deadline for comment</b>
<b>10<sup>th</sup> March 2016</b>	<b>CUSC Panel Papers Day</b>
<b>18<sup>th</sup> March 2016</b>	<b>Panel Recommendation vote</b>
<b>1<sup>st</sup> April 2016</b>	<b>FMR submitted to Authority</b>
<b>9<sup>th</sup> May 2016</b>	<b>Authority decision due</b>
<b>30<sup>th</sup> May 2016</b>	<b>CMP243 Implemented</b>