

# Code Administrator Meeting Summary

**Meeting Name: CMP300 Workgroup 1 Post Send-Back**

**Date:** 8 November 2021

## Contact Details

**Chair:** Paul Mullen

**Contact details:** [paul.j.mullen@nationalgrideso.com](mailto:paul.j.mullen@nationalgrideso.com)

**Proposer:** Paul Youngman

**Contact details:** [paul.youngman@drax.com](mailto:paul.youngman@drax.com)

## Key areas of discussion

- CMP300 seeks to improve the cost reflectivity of the Response Energy Payment (“REP”) for Balancing Mechanism Units (“BMUs”) with low or negative marginal costs, as a consequence of having a Contract for Difference (“CfD”).
- The Chair explained that the Final Modification Report had been sent back by Ofgem on 9 July 2021 for further consideration. The CUSC Panel met on 30 July 2021 to discuss this send-back and agreed the Terms of Reference for the Workgroup to address. The Chair clarified that Ofgem have simply asked for the Final Modification Report to be updated and for the avoidance of doubt there is no Workgroup Consultation, or Workgroup Report required and no further Workgroup Alternatives can be raised.
- The Workgroup assessed each of the Terms of Reference and focused predominantly on the Term of Reference to “assess whether or not any future CfD BMUs are likely to come on-line in the future”. The Workgroup agreed with the proposed approach to use the published Future Energy Scenarios to identify which transmission connected fuel technology types could be seeking a CfD or similar support and identify the potential capacities realised under the published different, credible pathways for the future of energy between now and 2050. The Workgroup agreed that they would need a further meeting on 25 November 2021 to discuss this analysis and therefore the update to Panel re: the Terms of Reference would be December 2021 rather than November 2021 Panel.

**Next Steps**

<b>Milestone</b>	<b>Who</b>	<b>Date</b>
<b>Issue invitation for 25 November 2021 (3pm to 4pm) meeting</b>	<b>Paul Mullen</b>	<b>Completed</b>
<b>Issue and publish summary of 8 November 2021 Workgroup</b>	<b>Paul Mullen</b>	<b>Completed</b>
<b>Issue revised timeline to Workgroup</b>	<b>Paul Mullen</b>	<b>Completed</b>
<b>Issue agenda for 25 November 2021 (3pm to 4pm) meeting</b>	<b>Paul Mullen</b>	<b>Completed</b>
<b>Issue Future Energy Scenarios analysis to Workgroup</b>	<b>James Stone</b>	<b>By 5pm on 15 November 2021</b>
<b>Workgroup to provide comments on Future Energy Scenarios analysis</b>	<b>All</b>	<b>By 5pm on 22 November 2021</b>
<b>Discuss Future Energy Scenarios analysis and fine tune Workgroup responses to each of the Terms of Reference</b>	<b>All</b>	<b>3pm to 4pm on 25 November 2021</b>

For further information, please contact Paul Mullen.