

Code Administrator Meeting Summary

Meeting name: CMP315 Workgroup 9/CMP375 Workgroup 6

Date: 9 March 2022

Contact Details

Chair: Paul Mullen

Contact details: paul.j.mullen@nationalgrideso.com

Proposer (CMP315): Nick Sillito

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Proposer (CMP375): Grahame Neale

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Key areas of discussion

- CMP315 seeks to review how the expansion constant is determined such that it best reflects the costs and CMP375 seeks to amend the calculation of the Expansion Constant & Expansion Factors to better reflect the growth of and investment in the National Electricity Transmission System (NETS). Workgroups for these changes are jointly held but the changes have not been amalgamated.
- Chair presented timeline, that was previously shared with Workgroup and approved at Panel on 25 February 2022. There was some concern that the timeline post Workgroup Consultation may be tight but no replanning is needed at this stage. The general view of the Workgroup to proceed as soon as possible to Workgroup Consultation even if there is a risk that at least some of the scope could be caught in the scope of the TNUoS Taskforce - we are therefore be planning to issue the Workgroup Consultation on 12 April 2022.
- At the last Workgroup (on 12 January 2022), the Proposer of CMP375 presented 9 short-term options for the Workgroup to consider. These options arise from 3 broad key components; do you have Circuit Specific Expansion Constants/Expansion Factors, do you include non-circuit works and do you include life extensions.
 - At this meeting, the Workgroup ruled out options which contemplated a Circuit Specific Expansion Constants/Expansion Factors for reasons of practicality (need a number of years before there is enough data to make a significant difference to the calculation). However, the Proposers of both CMP315 and CMP375 both indicated their preference

for an option that includes non-circuit works and life extensions as widens the net of what can be included when calculating the Expansion Constant/Expansion Factor.

- With the CMP315 and CMP375 Original being the same save for an interpretation of how the calculations are made in the Transport and Tariff Model, there appears to be a strong case for amalgamation or withdrawal of one of the Modifications. The Chair will discuss options with the Proposers of CMP315 and CMP375.
- To show what the Expansion Constant / Expansion Factor values could look like, LCP presented their analysis using project costs included from Scottish Power Energy Networks' RIIO-T2 published Business Plan. They ideally want to expand this analysis to cover all of GB. To do this, some Workgroup Members asked the other Transmission Owners to consider re-publishing their business plans with the equivalent cost information (that had previously been redacted) added back in. The Chair stated that this is an Ofgem - Transmission Owner conversation and will be picked up separately with Ofgem.

Actions

| Action Number | Owner | Action | Comment | Due by | Status |
|---------------|--|---|---|---------------|--------|
| 1 | Grahame Neale | Consult the Transmission Owners for actual data and thereafter re-run the analysis (calculation of potential Expansion Constant values) | Formal data request to be made early April 2022 – drafts being discussed between ESO and Transmission Owners | 29 March 2022 | Open |
| 2 | Paul Mullen | Issue draft Workgroup Consultation (including potential Workgroup Consultation questions) | Proposer of CMP315 has already provided some wording re: his interpretation of how the Transport and Tariff Model works | 18 March 2022 | Open |
| 3 | Workgroup | Provide tracked change comments on draft Workgroup Consultation | | 25 March 2022 | Open |
| 4 | Paul Mullen, Grahame Neale, Nick Sillito | Discuss optimum approach from a governance perspective given that CMP315 and CMP375 Originals are broadly the same | | 18 March 2022 | Open |
| 5 | Grahame Neale | Provide clarification on the methodology for Life Extensions | | 29 March 2022 | Open |
| 6 | Paul Mullen | Bring Ofgem (Matthew Patrick) up to speed on what was discussed at this Workgroup | | 18 March 2022 | Open |
| 7 | Ander Madariaga/Ed Smith | Circulate analysis (presented on 9 March 2022) to Workgroup | | 18 March 2022 | Open |

Next Steps

- Next Workgroup on 29 March 2022 predominantly to finalise Workgroup Consultation