

Optimisation Stakeholder Group Terms of Reference

Remit

- Align internal balancing enhancements with industry expectations
- Active involvement in sessions to identify and work through problems and opportunities
- Provide details on how new optimisation algorithms are intended to work
- Receive feedback from market participants
- Share test results and examples with market participants
- Allow market participants to suggest their own test cases
- Provide greater understanding of when decisions may be taken “out of merit” due to transmission system constraints
- Work together to understand the current pain points of market participants
- Identify changes that may be need to industry codes to reflect evolving practice

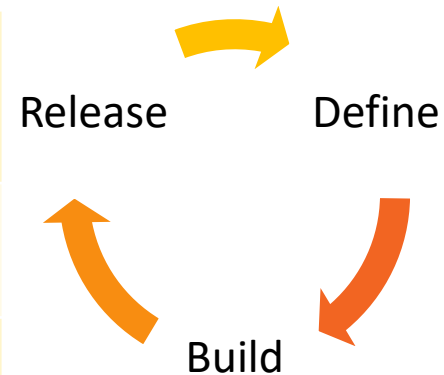
Engagement

Engage with stakeholders monthly on an ongoing basis. Will have a mix of remote and in person events. We will also be available to have a 1:1 meeting if any stakeholder would like this.

We welcome your input to ensure we develop plans that are ambitious and achievable and have considered the priorities of our stakeholders.

We propose to have dedicated collaborative forum events to gather your views as set-out below:

Phase 1 - Define	<ul style="list-style-type: none"> • Outline current ESO and industry capabilities • Understand and feedback on market participant challenges and pain points 	<ul style="list-style-type: none"> • Capture future requirements • Review transformation and new capabilities to be developed • Challenge and clarify assumptions
Phase 2 - Build	<ul style="list-style-type: none"> • Prioritise capabilities that will give the greatest benefits • Consider costs of development 	<ul style="list-style-type: none"> • Understand how to transition from existing to new capabilities
Phase 3 - Release	<ul style="list-style-type: none"> • New capabilities that support the roadmap for the balancing programme • Maintain clarity on current and future developments 	<ul style="list-style-type: none"> • Plan for future industry engagement to progress together • Keep stakeholders involved and informed on a regular basis



Logistics

- The stakeholder group will be an open forum for new attendees to join at any point.
- Sign up details will be through MS forms and will be shared on the website and via email.
- We will send meeting details by email and on the website.
- We will share the outcome of each event following the 1st phase, as well as questions and answers on the ESO website.