

CMP402: Introduction of Anticipatory Investment (AI) principles within the user commitment arrangements

Workgroup 10

21 September 2023

10am

Online Meeting via Teams



Objectives and Timeline

Claire Gault – ESO Code Administrator

Objectives

- Timeline Update
- Consequential Modification
- Review Alternative Request
- Workgroup Vote
- Next steps



Timeline Update

Claire Goult – ESO Code Administrator

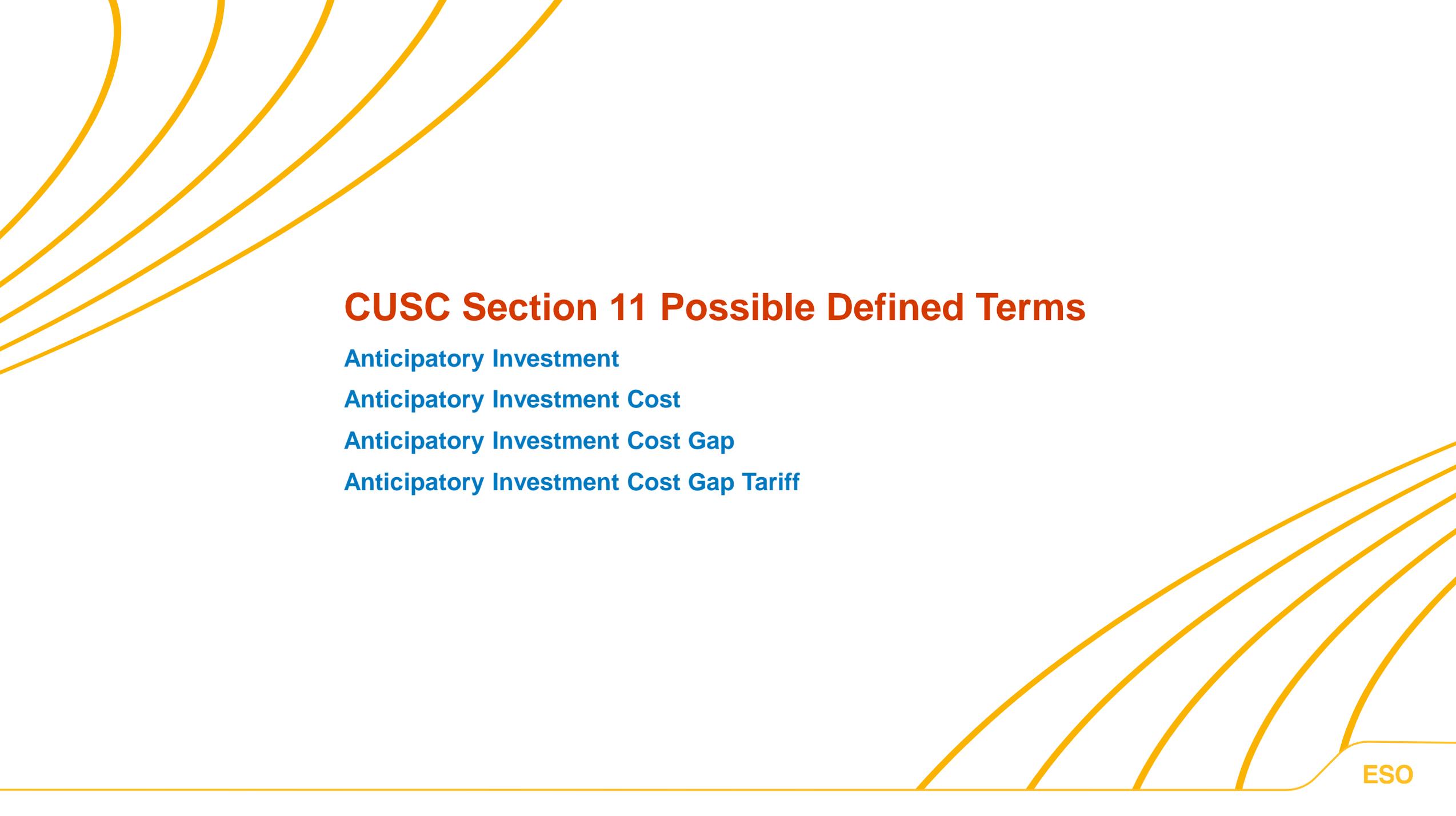
Updated Timeline as from 11 September 2023

Milestone	Date	Milestone	Date
Modification presented to Panel	25 November 2022	Workgroup report issued to Panel (5 working days)	21 September 2023 19 October 2023 (CUSC Panel papers Day)
Workgroup Nominations (15 Working Days)	28 November 2022 to 19 December 2022	Panel sign off that Workgroup Report has met its Terms of Reference	29 September 2023 27 October 2023 (CUSC Panel)
Workgroup 1 - Understanding of overall OTNR landscape, Modification process, Workgroup responsibilities, issue, scope and proposed solution, agree timeline and terms of reference	23 January 2023	Code Administrator Consultation (15 working days)	9 October – 30 October 2023 6 November – 27 November
Workgroups 2, 3 and 4 – Agree the principles of Anticipatory Investment, consider possible solutions, identify alternatives	6 March 2023, 29 March 2023, 20 April	Draft Final Modification Report (DFMR) issued to Panel (5 working days)	16 November 2023 7 December 2023 (CUSC Panel Papers Day)
Workgroup 5 – Consider draft legal text and consider Workgroup Consultation comments and questions.	10 May 2023	Panel undertake DFMR recommendation vote	24 November 2023 15 December 2023 (CUSC Panel)
Workgroup 6 – Finalise Workgroup Consultation	22 May 2023	Final Modification Report issued to Panel to check votes recorded correctly (5WD)	28 November 2023 – 5 December 2023 18 December to 22 December
Workgroup Consultation (15 working days)	24 May 2023 to 21 June 2023 (extended)	Final Modification Report issued to Ofgem	6 December 2023 3 January 2024
Workgroup 7 - Review Workgroup Consultation responses, consider new points, review solution and any alternatives	3 August 2023	Ofgem decision	TBC
Workgroup 8, 9, 10 – (WG8) Finalise solution/discuss alternatives, (WG9) agree ToR and Workgroup vote, finalise, (WG10) Finalise Workgroup Report	11 August 2023, 24 August, 21 September 2023 and 16/17 October?	Implementation Date	1 April 2024



Consequential Modification

Proposer - Nitin Prajapati



CUSC Section 11 Possible Defined Terms

Anticipatory Investment

Anticipatory Investment Cost

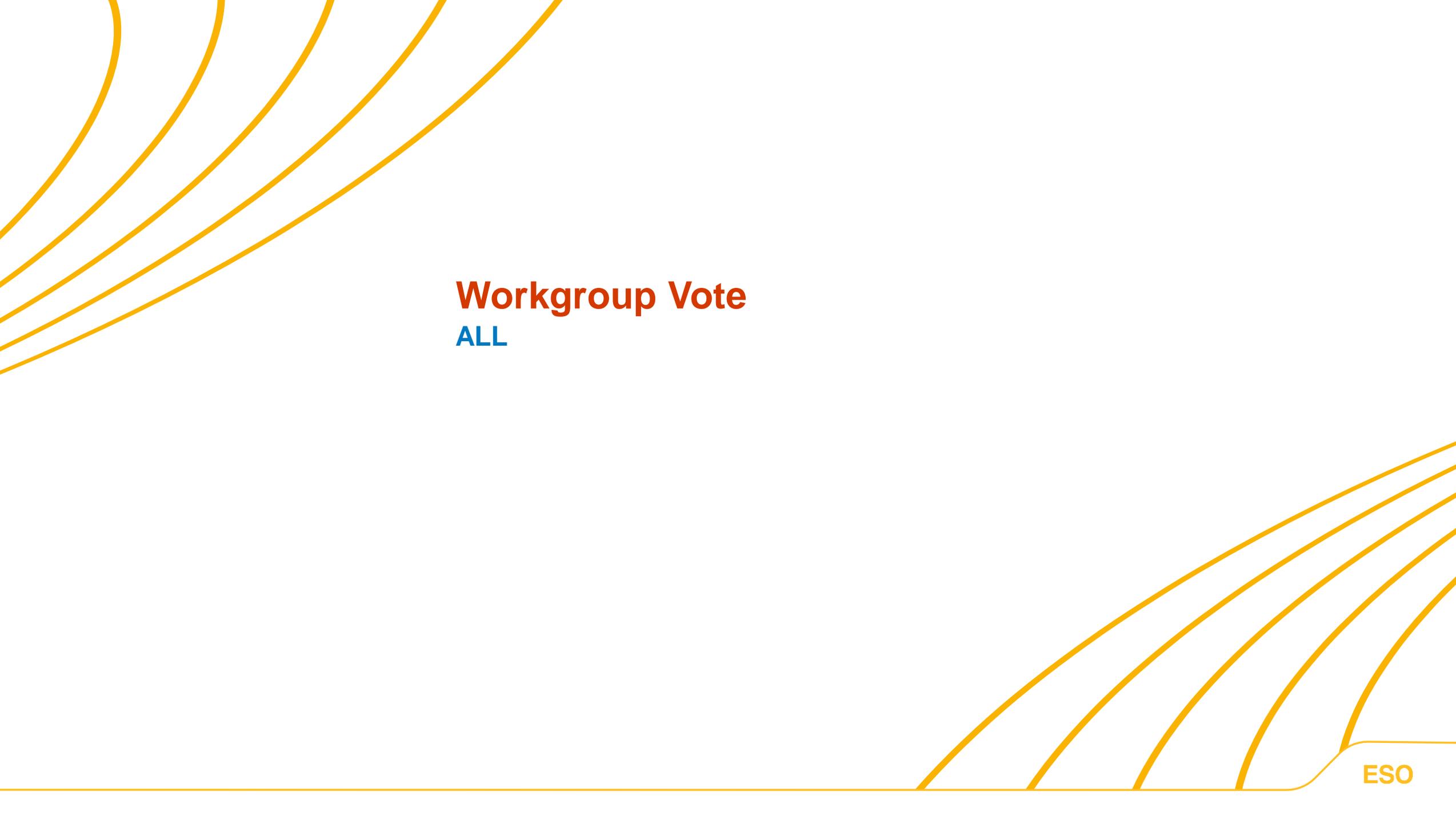
Anticipatory Investment Cost Gap

Anticipatory Investment Cost Gap Tariff



Review Alternative Request

ALL



Workgroup Vote
ALL

The applicable CUSC objectives are:

- a) The efficient discharge by the Licensee of the obligations imposed on it by the Act and the Transmission Licence;
- b) Facilitating effective competition in the generation and supply of electricity, and (so far as consistent therewith) facilitating such competition in the sale, distribution and purchase of electricity;
- c) Compliance with the Electricity Regulation and any relevant legally binding decision of the European Commission and/or the Agency *; and
- d) Promoting efficiency in the implementation and administration of the CUSC arrangements.

*The Electricity Regulation referred to in objective (c) is Regulation (EU) 2019/943 of the European Parliament and of the Council of 5 June 2019 on the internal market for electricity (recast) as it has effect immediately before IP completion day as read with the modifications set out in the SI 2020/1006.



AOB

Claire Goult – ESO Code Administrator



Next Steps

Claire Goult – ESO Code Administrator