

CMP425: Billing Demand Transmission Residual By Site

17 November 2023

Online Meeting via Teams

WELCOME



Agenda

Topics to be discussed	Lead
Action Review	All
Workgroup Consultation Response Discussion	All
Discussion on Solution	Proposer's Representative
Terms of Reference check in	Chair
Draft Workgroup Report	All
Any Other Business	Chair
Next Steps	Chair

Expectations of a Workgroup Member

Contribute to the discussion

Be respectful of each other's opinions

Language and Conduct to be consistent with the values of equality and diversity

Do not share commercially sensitive information

Be prepared - Review Papers and Reports ahead of meetings

Complete actions in a timely manner

Keep to agreed scope

Your Roles

Help refine/develop the solution(s)

Bring forward alternatives as early as possible

Vote on whether or not to proceed with requests for Alternatives

Vote on whether the solution(s) better facilitate the Code Objectives

Workgroup Membership

Role	Name	Company
Proposer's Representative	Lisa Waters*	Waters Wye Associates acting for Nissan Motor Manufacturing UK (nominated by ESO)
Workgroup Member	Martin Cahill*	ESO
Workgroup Member	Grace March*	Sembcorp Energy
Workgroup Member	Edda Dirks*	SSE Generation
Workgroup Member	Nick Booth*	Nick Booth Ltd acting for Envision AESC (nominated by ESO)
Workgroup Member	Paul Jones*	Uniper
Workgroup	Lee Wells	Northern Powergrid
Observer	Andy Barker	Nissan Motor Manufacturing UK
Authority Representative	John Mclellan	Ofgem

* Eligible to vote based on attendance

Timeline for CMP425

Milestone	Date	Milestone	Date
Modification presented to Panel	27 October 2023	Panel sign off that Workgroup Report has met its Terms of Reference	24 November 2023
Workgroup Nominations (5 Working Days)	27 October 2023 to 06 November 2023 (due to half term)	Code Administrator Consultation (3 working days)	24 November 2023 to 29 November 2023
Ofgem grant Urgency	02 November 2023 (5pm)	Draft Final Modification Report (DFMR) issued to Panel (2 working days)	04 December 2023
Workgroup 1	07 November 2023	Panel undertake DFMR recommendation vote	06 December 2023 By 12pm
Workgroup 2	09 November 2023	Final Modification Report issued to Panel to check votes recorded correctly	06 December 2023 By 2pm
Workgroup Consultation (3 working days)	10 November 2023 to 15 November 2023	Final Modification Report issued to Ofgem	06 December 2023 By 4pm
Workgroup 3 - Assess Workgroup Consultation Responses	17 November 2023	Ofgem decision (5 working days)	ASAP
Workgroup 4 – Finalise solution and Workgroup Vote	21 November 2023	Implementation Date	01 April 2025
Workgroup report issued to Panel (1 working day)	22 November 2023		

Terms of Reference

Workgroup Term of Reference	
a)	Consider EBR implications
b)	Consider the scope of work identified and whether this is achievable within the timeframe outlined in the Ofgem Urgency decision letter.
c)	Consider the extent of the impact, particularly for complex sites
d)	Consider whether any further Industry experts or stakeholders should be invited to participate within the Workgroup to ensure that all potentially affected stakeholders have the opportunity to be represented in the Workgroup Report.

Action Log for CMP425

Action	Workgroup	Owner	Action	Comment	Due by	Status
	Raised					
2	07/11/23	MC	Confirm how data would, based on annual consumption, feed into the ESO billing systems and approximate costs for implementation		09/11/23	Open
6	09/11/23	MC	Confirm the re-banding process with revenue		17/11/23	Open



Workgroup Consultation Response Discussion

Workgroup Consultation Response Discussion

The Workgroup held their Workgroup Consultation between 10 November 2023 – 15 November 2023 and received 7 non confidential responses.

- All respondents supported the implementation approach
- All respondents felt that the solution better facilitated at least one of the Applicable CUSC Objectives (ACO)
 - All 7 felt that the modification provided for better compliance with the use of system charging methodology resulting in charges (ACO b)
 - 6 felt that the modification provided for better compliance with the use of system charging methodology facilitates effective competition in the generation and supply of electricity (ACO a)
 - 6 felt that the modification provided for better efficiency in the implementation and administration of the system charging methodology (ACO e)
 - 6 felt that the modification provided for better use of system charging methodology properly taking account of the developments in transmission businesses (ACO c)
- The respondent who did not feel that ACO a was better facilitated by the modification raised concerns around Supplier's ability to provide quotes for Connection Sites and suggested amends to the 14.17.13 legal text.
- 3 respondents had no preference in implementation date; 2 respondents preferred an implementation date asap and 2 respondents preferred an implementation date of 01 April 2025
- 6 respondents considered themselves impacted by the modification, and the other respondent felt that some of their members would be
- 1 respondent suggested the additional legal text within the Residual Charging Bands
- No alternatives were raised



Discussion on solution

Terms of Reference Check in

Workgroup Term of Reference	Location in Workgroup Report
a) Consider EBR implications	Interactions Section
b) Consider the scope of work identified and whether this is achievable within the timeframe outlined in the Ofgem Urgency decision letter.	‘Transmission Charging Review (TCR) and CMP425 Scoping’ within Workgroup Considerations
c) Consider the extent of the impact, particularly for complex sites	‘Complex Sites’ within Workgroup Considerations
d) Consider whether any further Industry experts or stakeholders should be invited to participate within the Workgroup to ensure that all potentially affected stakeholders have the opportunity to be represented in the Workgroup Report.	‘Additional Stakeholder Engagement’ within Workgroup Considerations



Draft Workgroup Report



Any Other Business

Milly Lewis– ESO Code Administrator



Next Steps

Milly Lewis – ESO Code Administrator

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