

# Code Administrator Meeting Summary

## Meeting name: CMP420: Treatment of BSUoS Revenue Recovery and creation of a BSUoS Fund Workgroup Meeting 6

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Date: 02/05/2024

### Contact Details

Chair: Lizzie Timmins, National Grid ESO [elizabeth.timmins@nationalgrideso.com](mailto:elizabeth.timmins@nationalgrideso.com)

Proposer: Damian Clough, SSE [Damian.Clough@sse.com](mailto:Damian.Clough@sse.com)

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## Key areas of discussion

The aim of Workgroup 6 was to review the Workgroup Consultation responses.

### Actions

The Chair went through the action log:

**Action 6** – closed, Ofgem have confirmed agreement with amended Implementation date.

**Action 7** – Consensus from Workgroup Consultation and Workgroup members not to move forward with a guidance note, and to codify the reporting obligations instead.

### Review Workgroup Consultation Responses

The Workgroup reviewed the Workgroup Consultation responses. Three out of four respondents believed the change better facilitated objective B, one respondent also believed the change better facilitated objective E, and one respondent believed no applicable CUSC objectives were better facilitated by the Original Proposal. Three out of four respondents supported the proposed implementation approach. Three out of four respondents highlighted a preference for codifying the obligation on the ESO for forecasting of costs, and preferred this option over a guidance note.

The Workgroup agreed that reporting obligations should be codified under Section 3 of the CUSC, rather than Section 14. The Chair advised that this would have to be done as a separate modification, as a Section 3 modification would affect the CUSC non-charging objectives. The Proposer and ESO representative agreed to investigate the possibility of raising a Section 3 modification outside the CMP420 Workgroup.

### NESO Licence update

The ESO representative gave an update on the NESO licence, which will come into force on 01 July 2024. They advised that it has been identified that the defect identified by CMP420 could be solved via the NESO license, with an amendment to account for interest earned in 2023/24.

The Workgroup discussed this and agreed that the defect would be covered under this change to the license. The Proposer therefore advised that they would look to withdraw CMP420. The Workgroup further discussed Action 7 and agreed that rather than providing a guidance note to cover forecasting obligations, that a CUSC Section 3 modification would be raised instead. One Workgroup member queried whether a guidance note would still be provided to cover how over and under recovery is included within the future tariffs; the ESO representative clarified that this had been discussed in a previous Workgroup meeting and was shown to be too restrictive to outline this within the CUSC, possibly increasing tariff resets. It was agreed by the Workgroup that as of right now the guidance note would not be pursued.

**Timeline and Terms of Reference**

Not discussed as modification CMP420 will be withdrawn by the Proposer.

**Next Steps**

- Proposer to withdraw CMP420.
- Proposer and ESO to work together raising a new non-charging CUSC modification to amend CUSC Section 3 to codify ESO reporting obligations.

**Actions**

For the full action log, click [here](#).

Action number	Workgroup Raised	Owner	Action	Comment	Due by	Status
6	Workgroup 4	Chair	Amend the implementation date to April 2025 with CMP420 requesting special consideration from Ofgem	No longer required	WG6	Closed
7	Workgroup 4	AT	Produce a guidance note with an obligation on ESO to provide a weekly report on fixed tariff revenue vs cost and take to TCMF for their input and feedback any comments to Workgroup.	Will be progressed within a CUSC Section 3 modification instead.	WG6	Closed

**Attendees**

Name	Initial	Company	Role
Lizzie Timmins	LT	Code Administrator, ESO	Chair
Andrew Hemus	AH	Code Administrator, ESO	Tech Sec
Damian Clough	DC	SSE	Proposer
Alice Taylor	AT	ESO Representative	SME
Craig Bell	CB	National Grid	SME

Karl Maryon	KM	Haven Power	Workgroup Member
Katie Clark	KC	ESO	Observer
Mark Field	MF	Sembcorp Energy (UK) Ltd	Workgroup Member
Monika Hudakova	MH	OVO	Workgroup Member
Niall Coyle	NC	Eon	Workgroup Member
Nick Everitt	NE	ESO	SME
Paul Youngman	PY	Drax	Workgroup Member Alternate
Pedro Arcain	PA	Ofgem	Authority Representative
Rachel McLeod	RM	ESO	Observer
Simon Vicary	SV	EDF Energy	Workgroup Member
Stuart McLarnon	SM	ESO	Observer