

Agenda

Meeting name CMP271 & CMP274 pre call for 16/03/2017 Workgroup meeting

Date of meeting 6th March 2017

Time 10:00 – 12:00

Location Teleconference

Teleconference Tel: 0808 238 9819, Participant Code: 81833258#

Workstream: Residual plus actions

Item	Topic	Lead
1	Introduction and meeting objectives	JM
2	Terms of Reference for Residual work stream	BR
3	Potential solutions – Workgroup member views	All
4	Support with potential solutions	All
5	Actions	All

Actions:

	Action	Lead	Date to be completed
1	1 Page brief to be prepared to be sent to industry	CB	May 2017
2	External consultant analysis funding	JM	N/A
3	Cornwall work - do Workgroup members want to use this?	W/G member	04/04/2017
4	Long Run Marginal cost - what does this look like?	W/G member	04/04/2017
5	Consider whether its correct or appropriate that the Year Round element of the tariff is negative in Scotland	W/G member	04/04/2017
6	Consider whether the Peak Security element of the tariff should have some negative and some positive numbers	W/G member	04/04/2017

7	Group to think about whether locational charges should be relative or if they should reflect actual costs	W/G member	04/04/2017
8	Alternatives to be brought by Workgroup members to meeting on 4th April for alternative brainstorming session. Workgroup members encouraged to bring all alternatives forward regardless of company positions so all avenues can be explored for all work streams	W/G member	04/04/2017
9	RM to provide a list of items 'in the bucket' for the expansion constant (not actual costs of these items)	RM	16/03/2017?
10	Workgroup members encouraged to look at spreadsheets provided by RM	W/G member	04/04/2017
11	RM to begin to add alternatives produced within the paper into the tariff model. Work on this to be ongoing as more alternatives are brought forward	RM	May-2017
12	BR to talk through why he believes the Peak and Year Round charges should be split rather than how they stand as the baseline today. CB to add this to the agenda for the next meeting.	BR/CB	16/03/2017
13	Cost reflectivity criteria to be developed	W/G member	

- 6 Next Steps and agenda ahead of meeting on 16/03 – what do we need to discuss in order to bring alternatives to 4/04/2017 meeting (previous two work streams)

CB

For reference, the Use of System Charging Methodology Applicable CUSC Objectives are:

- (a) that compliance with the use of system charging methodology facilitates effective competition in the generation and supply of electricity and (so far as is consistent therewith) facilitates competition in the sale, distribution and purchase of electricity;
- (b) that compliance with the use of system charging methodology results in charges which reflect, as far as is reasonably practicable, the costs (excluding any payments between transmission licensees which are made under and in accordance with the STC) incurred by transmission licensees in their transmission businesses and which are compatible with standard condition C26 (Requirements of a connect and manage connection);
- (c) that, so far as is consistent with sub-paragraphs (a) and (b), the use of system charging methodology, as far as is reasonably practicable, properly takes account of the developments in transmission licensees' transmission businesses;
- (d) compliance with the Electricity Regulation and any relevant legally binding decision of the European Commission and/or the Agency. These are defined within the National Grid Electricity Transmission plc Licence under Standard Condition C10, paragraph 1.).
- (e) Promoting efficiency in the implementation and administration of the CUSC arrangements

Objective (c) refers specifically to European Regulation 2009/714/EC. Reference to the Agency is to the Agency for the Cooperation of Energy Regulators (ACER).

Further meetings

Date	Time	Location	Register
Thursday 16th March	10am-4pm	NG House	https://www.eventbrite.co.uk/e/cmp271274-tickets-30518284009
PRECALL: 21st March	10am-12pm	t/con	Email.box
Tuesday 4th April	10am-4pm	NG House	https://www.eventbrite.co.uk/e/cmp271274-tickets-30518316105