

Code Administrator Meeting Summary

Meeting Name: CMP332 Workgroups 3 and 4

Date: 28 and 29 January 2020

Contact Details

Chair: Paul Mullen

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Key areas of discussion

- A set of questions were issued to Ofgem from the Workgroup on 16 January 2020. Ofgem fed back on these areas to the workgroup. They were:
 - whether flooring the locational signal to £0/kW is in scope of CMP332;
 - the impacts of users not being able to move outside bands if Line Loss Factors Classes (LLFC) are to be used to identify which band a user is in;
 - data timeframes; and
 - the process for disputes.
- Ofgem confirmed that:
 - flooring the locational signal to £0/kW was not included in their TCR analysis;
 - the bands apply for the entire price control period and that sites once they are allocated to a particular band are fixed within that band for the duration of the price control period;
 - the TCR direction specifies that allocating customers to the charging bands should be based on a minimum of 24 months' data; and
 - they do not envisage the scale of disputes that the workgroup has predicted. Some Workgroup members agreed that as long as there is a refined process for setting the bands there should not be a high level of disputes.
- The Workgroup looked at other options how zones that have a negative demand tariff could be treated (other than flooring the locational signal at £0/kW). The Workgroup propose to put forward these options forward for feedback in their Workgroup Consultation unless Ofgem explicitly confirm that these options will be progressed as part of their ongoing SCR and that the CMP332 workgroup should not progress further.

- Code Administrator ran through the timelines for the Transmission Demand Residual CUSC modifications; CMP332, CMP334 and CMP335/6. It was highlighted that without urgent timescales, CMP334 and CMP335/6 will not be able to be issued to Ofgem until July. There is a risk that the necessary system changes required before the modifications are implemented on 1 April 2020 may not be made in time.
- The Workgroup shaped the questions they will be asking industry in their consultation.

Next Steps

- The Workgroup Consultation will be issued on 6 February 2020.

For further information, please contact Paul Mullen.