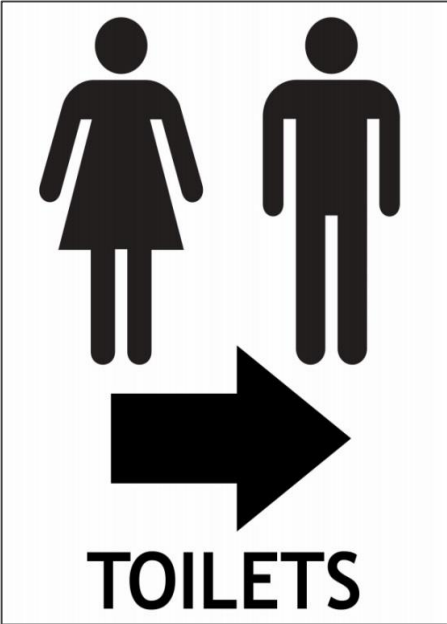


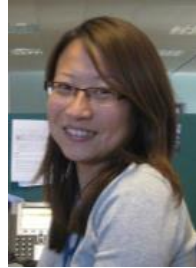
# TNUoS DCLF ICRP Transport & Tariff Model

11 December 2019

# Housekeeping



# Revenue team: TNUoS Tariff Forecasting & Setting



**Rebecca Yang**

Forecasting, setting and billing TNUoS to recover £2.8bn of TO revenue per year from generators, demand and suppliers

**Sarah Chleboun**



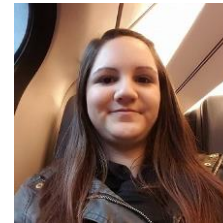
- Offshore
- Annual Load Factors (ALFs)

**Jo Zhou**



- Revenue
- Onshore Local Circuits

**Alice Grayson**



- Generation
- Local substation

**Matt Wootton**



- Demand
- EET

# Introductions

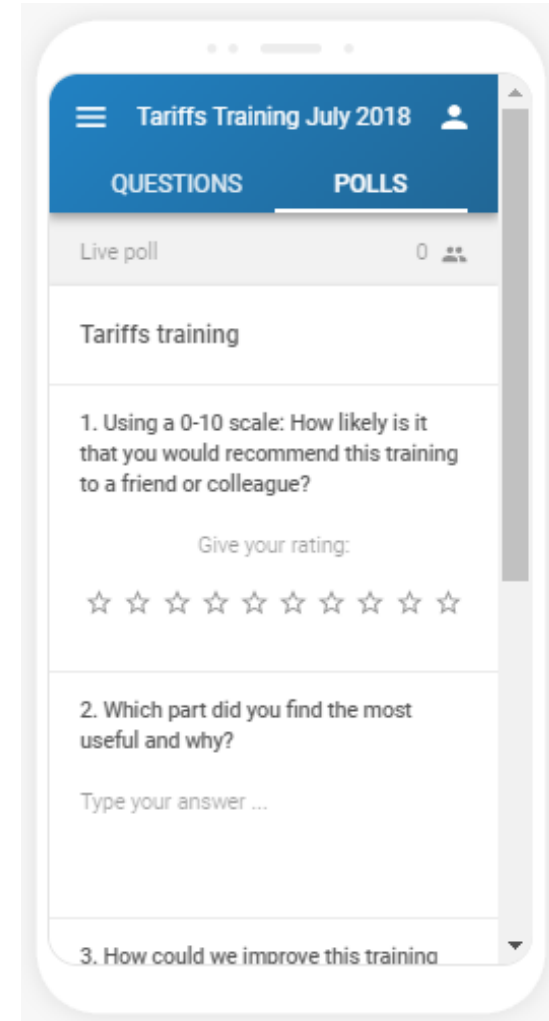
- 1 Who are you and where have you come from?**
- 2 What do you want to get out of this session?**
- 3 How do you plan on using the TNUoS model?**

# Agenda

Time	Topic
10:00	<b>Welcome &amp; Introductions</b>
10:15	Overview of Transport & Tariff Model
11:00	How to Change Key Transport Model Inputs: <ul style="list-style-type: none"><li>• Demand &amp; Generation (Contracted)</li></ul>
11:30	<b>Coffee</b>
11:40	How to Change Key Transport Model Inputs: <ul style="list-style-type: none"><li>• Circuits</li></ul>
12:00	How to Change Key Tariff Model Inputs: <ul style="list-style-type: none"><li>• Revenue</li><li>• Charging Base (Demand &amp; Generation)</li></ul>
12:45	<b>Lunch</b> Running the Model Interactive Session: Worked Example
13:40	Trouble Shooting!
14:10	Other TNUoS FAQs
14:30	Sli.do and Q&A
5 15:00	<b>Finish</b>

## We want your feedback! #tariffs

- 1 Using a 0-10 scale: How likely is it that you would recommend this training to a friend or colleague?
- 2 Which part did you find the most useful and why?
- 3 How could we improve this training session?



# What is TNUoS?

- TNUoS is the Transmission Network Use of System charge, and recovers the allowed revenue for Transmission Owners for the cost of building and maintaining transmission infrastructure.
- ESO recovers the charges on behalf of the TOs, including SPT, SHET, NGET and OFTOs.
- The tariffs are set annually and in advance.
- Charges are split between generation and demand.

## Generation

- Generation tariffs are capped by a €2.50/MWh limit set by the EU
- Generations charges are charged against transmission entry capacity (TEC)

## Demand

- Demand charges charged based on usage:
  - HH – Triad demand
  - NHH – Annual usage between 16:00 & 19:00

# What is the Transport and Tariff Model & what does it do?

Calculates Transmission Network Use of System Charges (TNUoS) consistent with the methodology set out in the CUSC (Section 14, Part 2, Section 1).

It has two fundamental purposes:

- 1 Produce cost-reflective tariffs with locational signals, to incentivise the efficient siting of generation and demand across the transmission system
- 2 Ensure accurate revenue recovery for the TOs



# What is the Transport and Tariff Model & what does it do?

1

Within the transport model is a simplified GB onshore transmission network model with demand and generation assumptions for each node

2

The transport model adds on 1MW of generation and then 1MW of demand to derive the approximate long run marginal costs of transmission. These are measured in MWkm

3

The model applies different generation profiles for peak & year round conditions

4

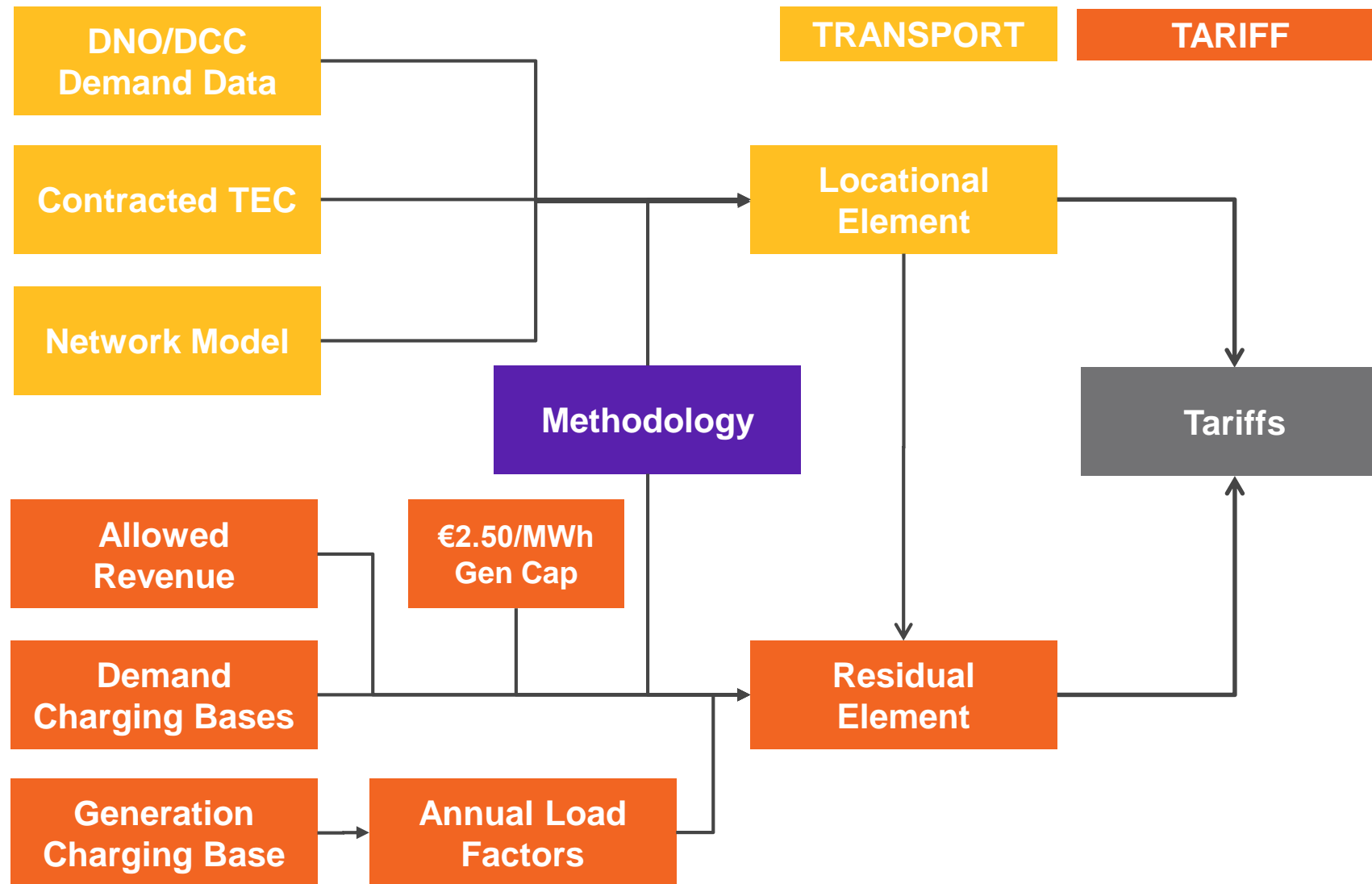
It then converts MWkm incremental cost into £/kW by applying a "unit cost" (in £/MWkm) for different types of circuits. This gives locational tariffs.

•e.g. 400kV OHL, 275kV underground cable...

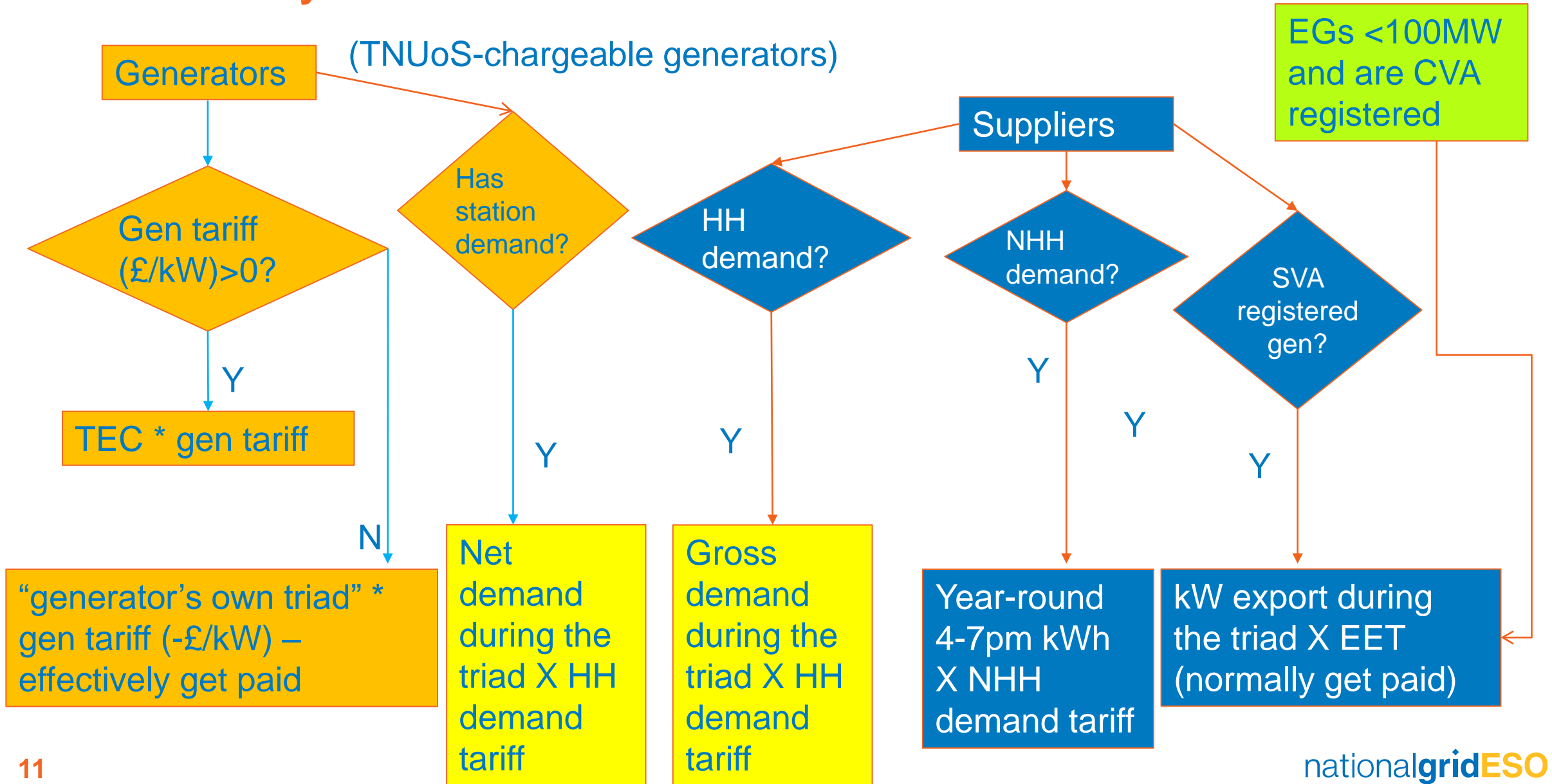
5

The tariff models uses revenue, generation and demand assumptions to calculate the residual element and final tariffs

# Inputs in to TNUoS Charges



# TNUoS Liability

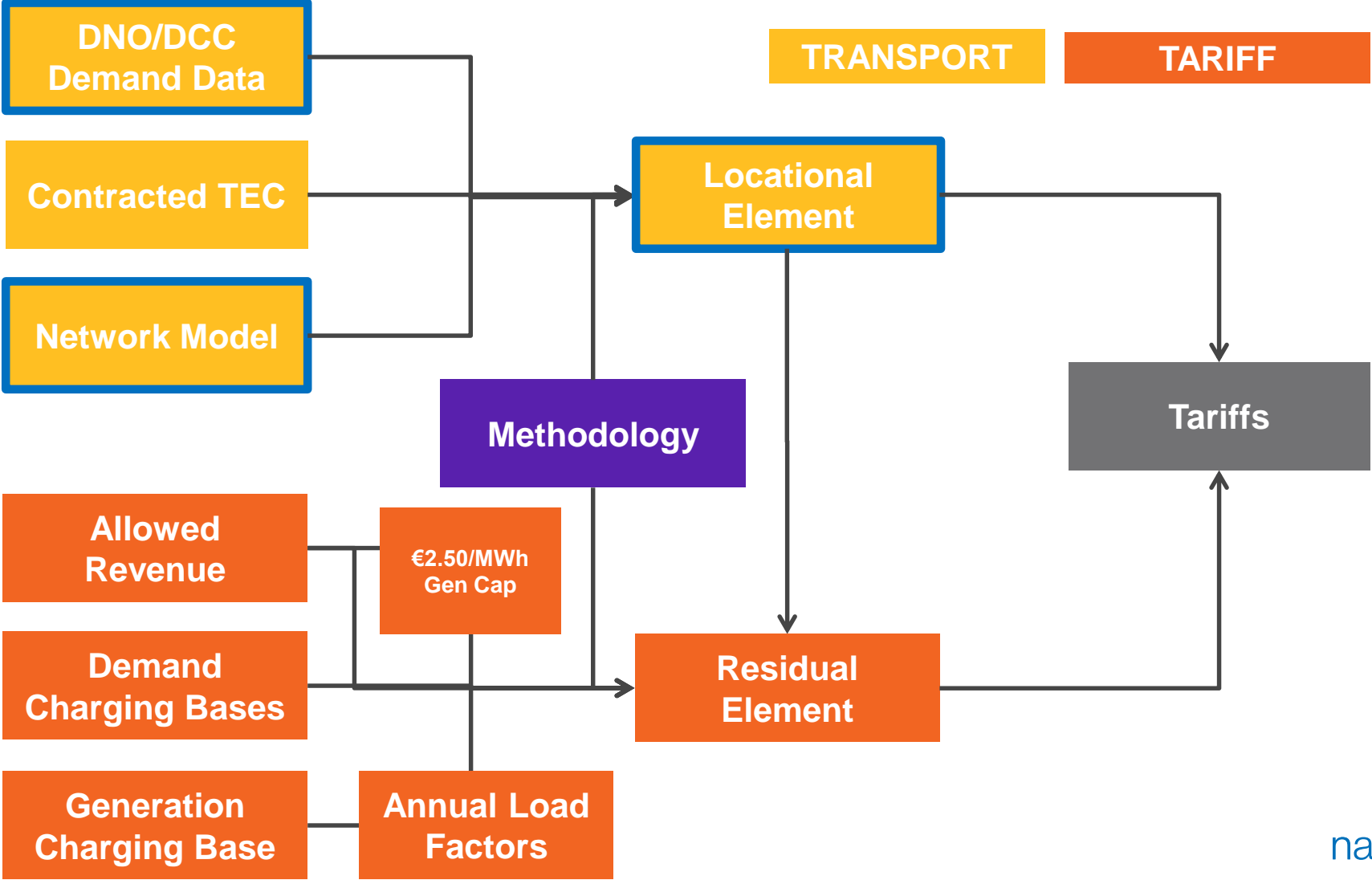


# The Transport Sheet & Week 24 Demand



# Inputs in to TNUoS Charges -

## The Transport Sheet & Week 24 Demand



# Principles of locational signal

**North:** More Generation than Demand  
Higher Generation Charges  
Lower Demand Charges

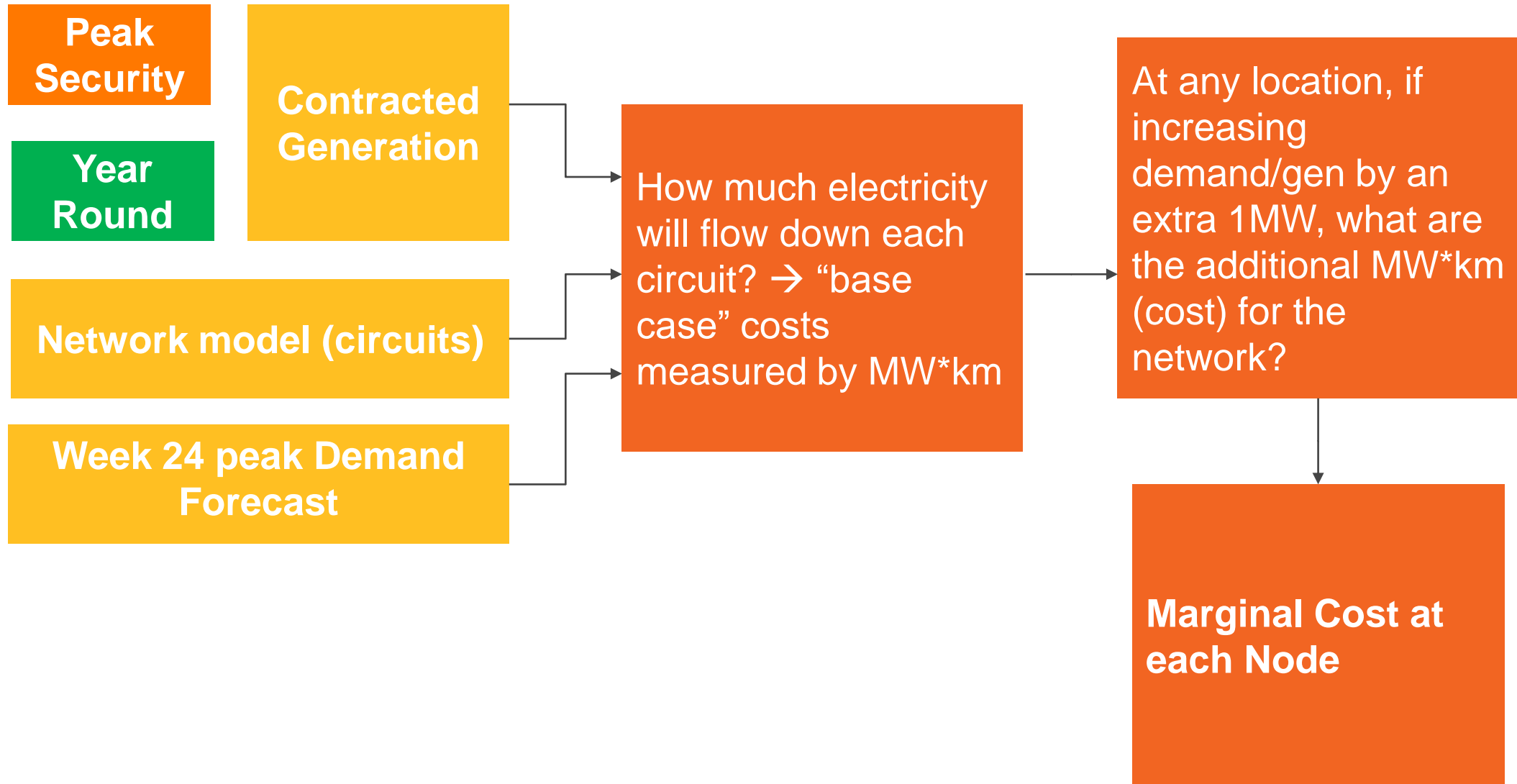
**South:** More Demand than Generation  
Lower Generation Charges  
Higher Demand Charges



*Flow of electricity  
under an  
“artificial”  
background*

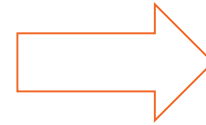
**Cost reflective signal reflects  
incremental network  
development to meet flows**

# Transport Model – how to derive locational signals



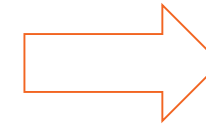
# Jargon Buster

How much does it cost the TO(s) to move 1MW of power, along 1km of 400kV overhead line?



**The Expansion Constant  
(in £/MWkm)**

How many times as expensive as the EC, if we move 1MW of power, along 1km of other types of circuits (e.g. 275/132kV OHL/cable, or 400kV cable, or HVDC etc)?



**The Expansion Factors**

The transmission network requires redundancy, for maintenance / construction / resilience. How many times as much as the “no-redundancy” network capacity is needed?



**The (Global) Security  
Factor**



# Transport Model – dual backgrounds



**Peak Security** - Reflects how the system is used by peaking generation (Conventional Carbon generators)



**Year Round** – Reflects how the system needs to be built to accommodate less flexible generation under SQSS economic criteria (Low Carbon and Intermittent generators)

Load Factor Scaling for Contracted Generation		
	Peak	Year Round
Wind, Solar, Tidal	Fixed 0%	Fixed 70%
Nuclear	Variable	Fixed 85%
Interconnectors	Fixed 0%	Fixed 100%
Hydro	Variable	Variable
Pumped Storage	Variable	Fixed 50%
Peaking	Variable	Fixed 0%
Other	Variable	Variable

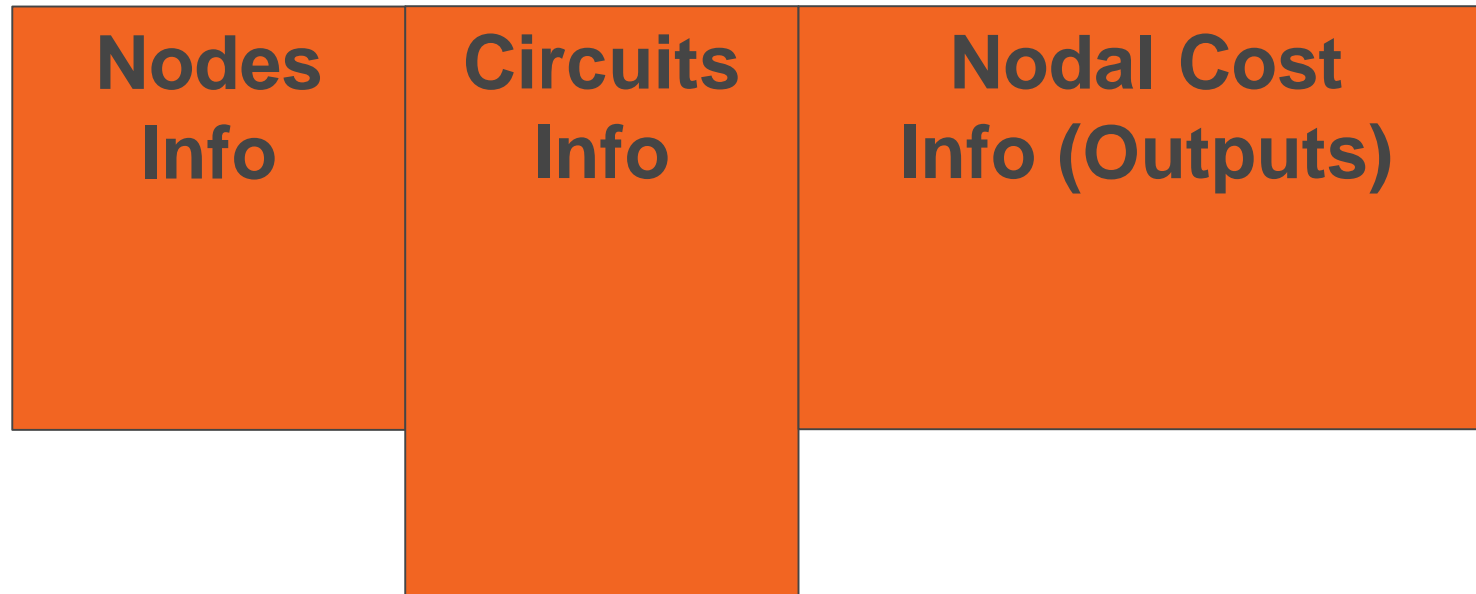
Transport Model Demand	
Peak	Year Round
Winter Peak from Week 24 Data	

# The “T” Shape Layout

**Column A – O: Nodes**

**Column P – AL: Branches**

**Column AN and beyond: Nodes**



# Nodes Information

Same as on GenInput tab (and others)

Colour Key

blue text box – manual inputs

Text Colour Key		Last Time Validation Run: 04 Apr 10:00 (which was successful)		Peak Sec Sc: 1.0000000
<b>Bold Black</b>	Labels	Last Time HVDC Initialisation Run: 29 Jan 20:57		Year Round S: 1.0000000
Black	Red Data	Last Time HVDC Calculation Run: 04 Apr 10:03		
Blue	Input	Last Time Calculation Run: 04 Apr 10:05		
Green	Output			
Red	Error			
		Sum Demand	Total PS Gen	Total YR Gen
		52141	52141	52141

Green text box – auto calculated values

DC Load Flow											
Nodal Input 52140.99999											
Bus ID	Bus Name	Output Results	Voltage	Demand	Generation A - Peak Security (Transport Model)	Generation B - Year Round (Transport Model)	ETYS Zone	Gen Zone	Dem Zone	Bus Order	Bus Inst
1	ABHA4A	No	400	115.42	0.0000	0.0000	F6	27	14	602	-1
2	ABHA4B	No	400	115.42	0.0000	0.0000	F6	27	14	492	-1
3	ABNE10	No	132	36.22	0.0000	0.0000	T4	5	1	382	-3
4	ABTH20	No	275	168.43	1574.9098	1160.0085	H2	21	10	841	14
5	ACHR1R	No	132	0.00	0.0000	30.1000	T3	7	1	455	
6	AIGA1Q	No	132	0.00	18.7378	13.8014	T1	1	1	1	18
7	ALDW20	No	275	81.00	0.0000	0.0000	P3	16	5	667	
8	ALNE1Q	No	132	3.83	0.0000	0.0000	T5	1	1	2	-3
9	ALNE1R	No	132	3.83	0.0000	0.0000	T5	1	1	3	-3
10	ALVE4A	No	400	98.91	0.0000	0.0000	F6	27	14	318	-9
11	ALVE4B	No	400	98.91	0.0000	0.0000	F6	27	14	327	-9
12	AMEM4A_EPN	No	400	31.71	0.0000	0.0000	A6	25	9	328	-3
13	AMEM4A_SEP	No	400	24.63	0.0000	0.0000	A6	25	13	4	-2

NODES

MWs under each scenario

# Circuits Information

Circuit information:  
type, length and  
nodes connected

Network Input Data																	Peak Security		Derived from
TO Region	Bus 1	Bus 2	R	X (Peak Security)	X (Year Round)	OHL Length	Cable Length	Link Limit	Code	Link Type	Link specific expansion factor	Spare-Cap?	Outaged	LineFlow	LineLoss	Cct flow "cost"/MWh			
138 NGC	ABHA4A	EXET40	0.10	1.02	1.02	48.79	0.00	1390	A833	OHL		No	No	98.8643263	0.09774155	48.7			
148 NGC	ABHA4A	LAGA40	0.06	0.54	0.54	26.12	0.00	1390	A83D	OHL		No	No	-214.28444	0.27550693	26.1			
167 NGC	ABHA4B	EXET40	0.11	1.03	1.03	49.05	0.00	1390	A879	OHL		No	No	98.2346172	0.10615044	49.0			
341 NGC	ABHA4B	LAGA40	0.06	0.54	0.54	26.12	0.00	1390	A83F	OHL		No	No	-213.65473	0.27389007	26.1			
122 NGC	ABTH20	COWT2A	0.05	0.54	0.54	13.32	0.00	935	B82J	OHL		No	No	229.339399	0.2629828	13.3			
139 NGC	ABTH20	PYLE20	0.18	1.45	1.45	35.39	0.00	935	B829	OHL		No	No	31.2024541	0.01752468	35.4			
188 NGC	ABTH20	TREM20	0.23	2.14	2.14	46.45	0.00	680	B854	OHL		No	No	280.142919	1.80504127	55.6			
124 NGC	ABTH20	UPPB21	0.12	1.16	1.16	27.03	0.55	770	B821	Composite		No	No	431.480962	2.23410984	38.6			
124 NGC	ABTH20	UPPB22	0.12	1.14	1.14	27.00	0.00	955	B820	OHL		No	No	434.310345	2.26350571	32.3			
181 NGC	ALDw20	BRIN20	0.14	0.76	0.76	17.96	0.00	625	B339	OHL		No	No	-25.427019	0.00905147	21.5			
281 NGC	ALDw20	WMEL20	0.04	0.39	0.39	8.96	0.00	955	B338	OHL		No	No	-55.572981	0.01235342	10.7			
124 NGC	ALVE4A	INDQ40	0.21	1.94	1.94	97.18	0.00	1390	A876	OHL		No	No	37.6894988	0.02983046	97.1			
155 NGC	ALVE4A	TAUN4A	0.16	1.53	1.53	73.29	0.00	1390	A834	OHL		No	No	-136.60155	0.29855973	73.2			
128 NGC	ALVE4B	INDQ40	0.21	1.94	1.94	97.29	0.00	1390	A829	OHL		No	No	37.6894988	0.02983046	97.2			
155 NGC	ALVE4B	TAUN4B	0.16	1.53	1.53	73.30	0.00	1390	A877	OHL		No	No	-136.60155	0.29855973	73.3			
191 NGC	AMEM4A_EPN	AMEM4A_SEP	0.00	0.01	0.01	0.00	0.00	0	None	Construct		No	No	24.6263101	0	0.0			
127 NGC	AMEM4A_EPN	ECLA40_WPD	0.07	0.70	0.70	35.31	0.00	1390	A697	OHL		No	No	-672.1163	3.16218222	35.3			
117 NGC	AMEM4A_EPN	IVER4A	0.04	0.40	0.40	20.26	0.00	1390	A610	OHL		No	No	615.776806	1.5167243	20.2			
291 NGC	AMEM4B_EPN	AMEM4B_SEP	0.00	0.01	0.01	0.00	0.00	0	None	Construct		No	No	24.6263101	0	0.0			
163 NGC	AMEM4B_EPN	ECLA40_WPD	0.07	0.70	0.70	35.31	0.00	2010	A696	OHL		No	No	-620.72367	2.69713728	35.3			
138 NGC	AMEM4B_EPN	IVER4B	0.04	0.40	0.40	20.26	0.00	2010	A609	OHL		No	No	564.39018	1.2741451	20.2			

Data freeze by 31 October each year

# Nodal Cost Information (Output)

AM	AN	AO	AP	AQ	AR
ELAN	Scenario 1 Demand Year Round	Scenario 1 Demand Peak Security	Scenario 1 Gen Wider Year Round	Scenario 1 Gen Wider Peak Security	Scenario 1 Gen Local
	-201.00	0.46	-201.00	0.46	0.00
	-201.05	0.53	-201.05	0.53	0.00
	928.07	-74.23	928.07	-74.23	0.00
	-158.79	278.30	-158.79	278.30	0.00
	1389.46	58.78	1339.58	58.78	161.24
	1140.49	31.73	1140.49	7.69	44.31
	-25.66	143.60	-25.66	143.60	0.00
	1157.16	2.36	1157.16	2.36	0.00
	1157.16	2.36	1157.16	2.36	0.00
	-226.59	1.79	-226.59	1.79	0.00
	-226.54	1.78	-226.54	1.78	0.00
	-111.06	-31.78	-111.06	-31.78	0.00
	-111.06	-31.78	-111.06	-31.78	0.00
	-119.02	-18.57	-119.02	-18.57	0.00
	-119.02	-18.57	-119.02	-18.57	0.00
	949.86	-100.35	949.86	-100.35	0.00
	1122.39	-103.03	1122.39	-103.03	0.00
	948.44	-98.11	948.44	-98.11	0.00
	1121.10	-101.01	1121.10	-101.01	0.00
1288.44	39.42	1252.75	39.42	115.40	
865.67	-40.89	865.67	-40.89	0.00	
887.48	-37.96	887.48	-37.96	0.00	
1150.21	56.33	1150.21	56.33	0.00	
931.91	14.76	814.39	14.76	140.73	

Calculates costs under each scenario; 2 scenarios, 2 types of MW, plus the local circuit column

## Exercise 1

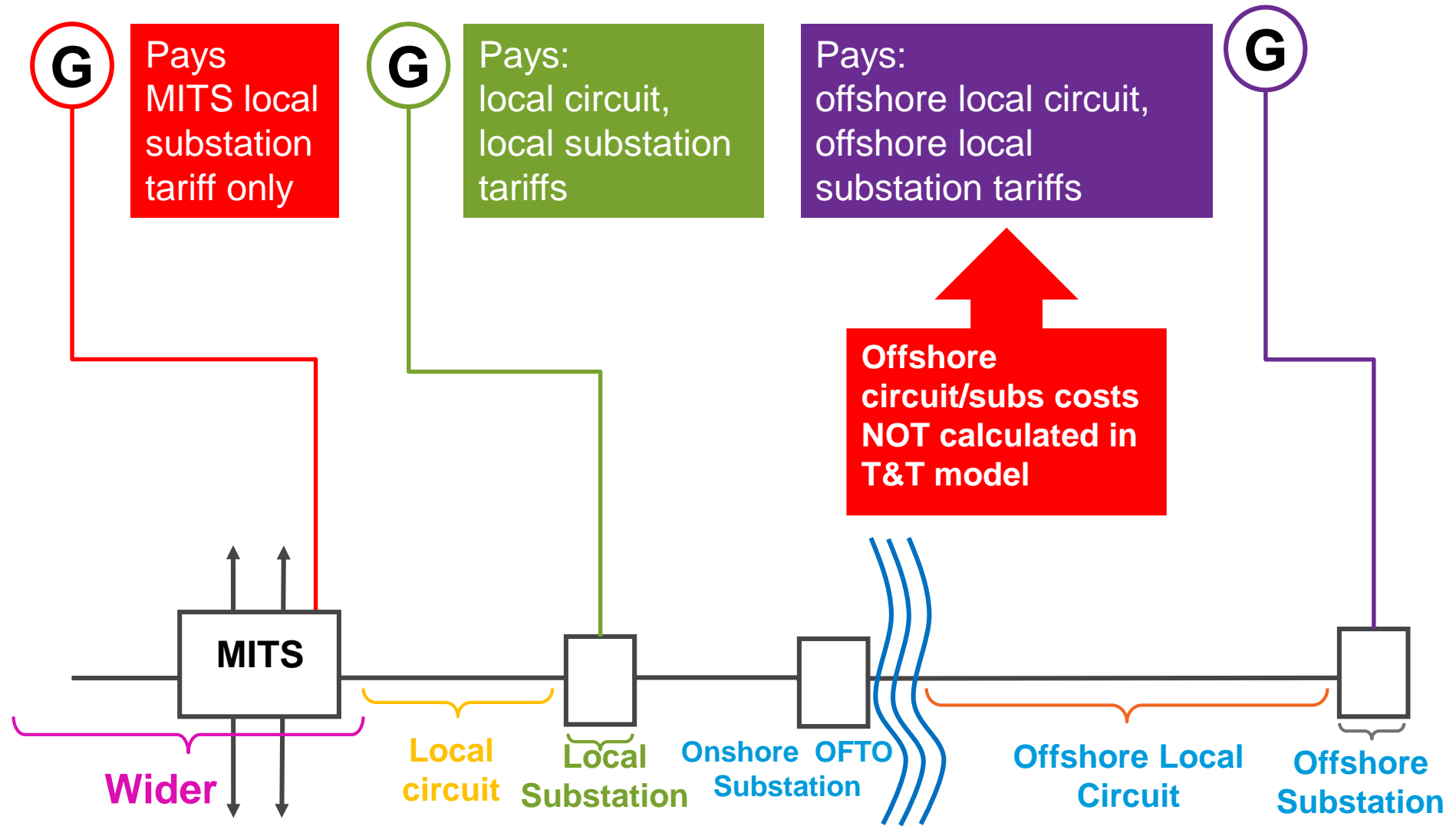
- **Open the DCLF – ICRP model**
- **On the “GenInput” sheet, change the fuel type of “Windy Standard II” from “Wind Onshore” to “Wind”**
- **Go back to the “Transport” sheet, and spot the errors**
- **Find column F**
- **Search for #N/A within column F**
- **Locate the nodes with #N/A errors, and try to trace the source of error**

# Local circuits (for generators)





# Local Circuit/Substation Tariffs: Directly Connected Generators





# The LocalAssetCharging Sheet

NGC Official GB DCLF TNUoS Transport Model - Local Asset Charging										CHP 215 - Original Proposal with Diversity - Method 1 HYDC				
Validate		Text Colour Key		Last Time Validation Run:			06 Feb 13:21 (which was successful)			Local Asset Expansion Constant Parameters				
Calc DCLF & MWkm		Bold Black	Label	Last Time HYDC Initialization Run:			29 Jan 20:57			Link Limit	Circuit Count	132kV OHL Expansion Factor		
		Black	Derived Data	Last Time HYDC Calculation Run:			06 Feb 13:04			<200	Single	10.331		
		Blue	Input	Last Time Calculation Run:			06 Feb 13:06			<200	Double	8.388		
		Green	Output							->200	Single	5.912		
		Red	Error							->200	Double	3.950		
DC Load Flow														
Network Input Data				Derived outputs				Model Input						
TO Region	Bus 1	Bus 2	Code	Local Asset Grouping	132kV OHL Circuit construction Type	Link specific expansion	Cet flow * cart * MW	Total Cet Flow Cart	Bus Name	Local Substation Name	Local Asset Grouping	Local Secor ity	Tarifc Modul TEC	
SSE	INVE10	ACHR1R	T20151682	Achruach	Double		177.58	3865.07	ACHR1R	Achruach	Achruach	1.8	0.043	
SSE	PORA1R	ACHR1R	T20151685	Achruach	Double		119.36	994.82	IGA10	Aiqar	Aiqar	1	0.02	
SSE	AIGA10	KIOR10	C1U6	Aiqar	Double		30.93	426.92	NSU10	An Suidhe	An Suidhe	1.8	0.0193	
SSE	BEAU10	KIOR10	C1EW	Aiqar	Double		13.38	369.36	REC10	Aracloch	Auchencrath	1	0.1462	
SSE	INVE10	ANSU10	CG05	An Suidhe	Double		93.36	979.15	BAGB20	Baglan Bay	Baglan Bay	1.8	0.552	
SSE	PORA10	ANSU10	T20161789	An Suidhe	Double		203.58	615.24	BEIN10	Beinnun Wind Farm	Livirhie	1	0.109	
SP	AREC10	MAHI10	C12W	Auchencrath	Single		81.40	8330.52	HLA10	Bhlarsidh Wind Farm	Bhlarsidh	1	0.108	
SP	MAHI20	MAHI10	S11N	Auchencrath			0.00	0.00	LAC10	Black Hill	Neu Cumnaek	1	0.113	
SP	AUCH20	MAHI20	B11A	Auchencrath			17.38	1390.24	BLCW10	Black Craig Wind Far	Margree	1	0.0575	
SP	COYL20	MAHI20	B10X	Auchencrath			59.32	22486.53	BLKL10	Black Lau	Black Lau	1	0.118	
SP	KILG20	MAHI20	T201617117	Auchencrath			11.98	1912.78	LKX10	Black Lau Extension	Black Lau Extension	1	0.06	
NGC	BAGB20	MAGA20	B82F	Baglan Bay			20.86	4598.85	ODE40	Badeluyddan	Guynt Y Mar	1.8	0.828	
NGC	BAGB20	SWAN2A	B82E	Baglan Bay			38.32	6150.14	CARR40	Carrington	Carrington	1.8	0.91	
NGC	SWAN20_SF	SWAN20_SW	Name	Baglan Bay			0.00	0.00	CLYN20	Clyde (North)	Clyde (North)	1	0.3745	
NGC	SWAN4A	SWAN20_SF	F819	Baglan Bay			0.00	0.00	LYS2R	Clyde (South)	Clyde (South)	1	0.1472	
NGC	SWAN44	SWAN2A	F8E2	Baglan Bay			0.00	0.00	OGA10	Carriegarth	Fayozz	1	0.069	
SSE	CEAN10	BEIN10	T201617118	Livirhie	Single		29.44	620.86	ORH10	Carriemaillie	Luichart	1.8	0.1165	
SSE	MILW15	BEIN10	T201617119	Livirhie	Single		5.02	489.36	COS040	Carytan	Carytan	1.8	0.8	
SSE	LAGG10	MILW15	C1HP	Livirhie	Single		58.89	8414.23	RUA20	Cruachan	Cruachan	1.8	0.44	
SSE	MILW10	MILW15	C1VR	Livirhie	Single		27.00	1228.66	RYR40	Cryztal Riq	Cryztal Riq	1	0.1518	
SSE	FAUG10	LAGG10	C1A7	Livirhie	Single		37.84	9232.46	ULL10	Culliqran	Culliqran	1	0.0191	
SSE	GLEH10	LAGG10	C1U8	Livirhie	Single		51.66	5224.09	DEAN10	Deanie	Culliqran	1	0.038	
SP	BLAC10	DUNH10	T20151623	Neu Cumnaek	Double		4.54	270.27	ERS10	Dezrallach	Dezrallach	1	0.069	
SP	BLAC10	DUNH1R	T20151624	Neu Cumnaek	Double		4.54	270.27	IDC40	Didcat	Didcat	1.8	1.55	
SP	BLAC10	GLGL10	T20161763	Neu Cumnaek	Double		307.08	6126.28	INO40	Dinaruiq	Dinaruiq	1.8	1.644	
SP	BLAC10	GLGL1R	T20161764	Neu Cumnaek	Double		307.08	6126.28	DUNE10	Dunlu Extension	Dunlu Extension	1.8	0.07365	
SP	DUNH10	NECU10	T20151625	Neu Cumnaek	Double		53.92	4623.28	DUNH10	Bracklack	Neu Cumnaek	1.8	0.0375	
SP	DUNH1R	NECU10	T20151626	Neu Cumnaek	Double		53.92	4623.28	UNH1R	Bracklack	Neu Cumnaek	1.8	0.0375	
SP	BLCW10	MARG10	C504	Margree	Single		18.60	748.49	UNM10	Dumnaqlazz	Fayozz	1	0.094	
SP	NECU10	MARG10	SPNRauto2	Margree	Single		407.93	28555.25	EDIN10	Edinbane	Edinbane	1	0.0414	
SP	BLKX10	LINM10	T2016177	Black Lau Extension	Single		251.07	10545.04	EHAU10	Earlhaugh Wind Farm	Maffat	1	0	
SP	BLKL10	WISH10	C1CF	Black Lau	Single		18.40	9779.44	WEH10	Eue Hill	Eue Hill	1	0.039	
SP	WISH10	WISH20	C1	Black Lau	Single		0.00	0.00	FAAR10	Farr Windfarm	Farr Windfarm	1.8	0.046	
NGC	GWYN4A	BODE40	C15	Guynt Y Mar			8.16	2365.40	FAAR1R	Farr Windfarm	Farr Windfarm	1.8	0.046	
NGC	GWYN			Guynt Y Mar			0.50	144.90	FALL40	Falloqa	Cryztal Riq	1.8	0.144	
NGC	CARR			Carrington								1	0.046	
NGC	CARR			Carrington								1	0.046	
NGC	CARR			Carrington								1	0.046	
NGC	CARR			Carrington								1	0.046	

**CIRCUITS**

**Non-MITS SUBSTATIONS**

# Local Circuits by Groups

## NGC Official GB DCLF TNUoS Transport Model - Local Asset Charging CMP 213 - Original F

Validate	Text Colour Key		Last Time Validation Run:	06 Feb 13:21	(which was successful)
	<b>Bold Black</b>	Labels	Last Time HVDC Initialisation Run:	29 Jan 20:57	
CalcDCLF & MWkm	Black	Derived Data	Last Time HVDC Calculation Run:	06 Feb 13:04	
	Blue	Input	Last Time Calculation Run:	06 Feb 13:06	
	Green	Output			
	Red	Error			

### DC Load Flow

#### Network Input Data Derived outputs

TO Region	Bus 1	Bus 2	Code	Local Asset Grouping	132kV OHL Circuit construction Type	Link specific expansion factor (local)	Cct flow "cost"/MW	Total Cct Flow Cost
SSE	INVE10	ACHR1R	T20151682	Achruach	Double		177.58	3865.07
SSE	PORA1R	ACHR1R	T20151685	Achruach	Double		119.36	994.82
SSE	AIGA1Q	KIOR1Q	C1U6	Aigas	Double		30.93	426.92
SSE	BEAU10	KIOR1Q	C1EW	Aigas	Double		13.38	369.36
SSE	INVE10	ANSU10	CG05	In Suidhe	Double		93.36	979.15
SSE	PORA1Q	ANSU10	T20161789	In Suidhe	Double		203.58	615.24
SP	AREC10	MAHI10	C12W	chencrosh	Single		81.40	8330.52
SP	MAHI20	MAHI10					0.00	0.00
SP	AUCH20	MAHI20					17.38	1390.24
SP	COYL20	MAHI20					59.32	22486.53
SP	KILG20	MAHI20					11.98	1912.78
NGC	BAGB20	MAGA20					20.86	4598.85
NGC	BAGR20	SWAN20					28.32	6150.14

Local circuits with several nodes/circuits listed by groups

# Non-MITS Substations

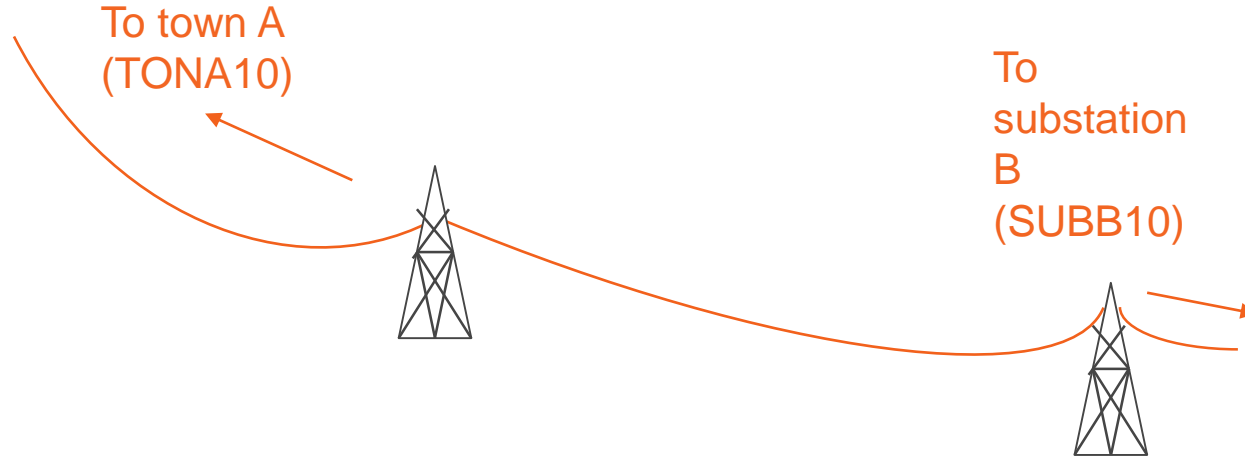
Local asset Expansion Constant Parameters		
Link Limit	Circuit Construction	132kV OHL Expansion Factor
<200	Single	10.331
<200	Double	8.388
=>200	Single	5.912
=>200	Double	3.950

## Nodal Input

Bus Name	Local Substation Name	Local Asset Grouping	Local Security Factor	Tariff Model TEC
ACHR1R	Achruach	Achruach	1.8	0.043
AIGA1Q	Aigas	Aigas	1	0.02
ANSU10	An Suidhe	An Suidhe	1.8	0.0193
AREC10	Arecleoch	Auchencrosh	1	0.1462
BAGB20	Baglan Bay	Baglan Bay	1.8	0.552
BEIN10	Beinneun Wind farm	Livishie	1	0.109

These names appear in the local circuit tariff table (Tariff sheet)

# Local Circuits – a worked example (existing network)

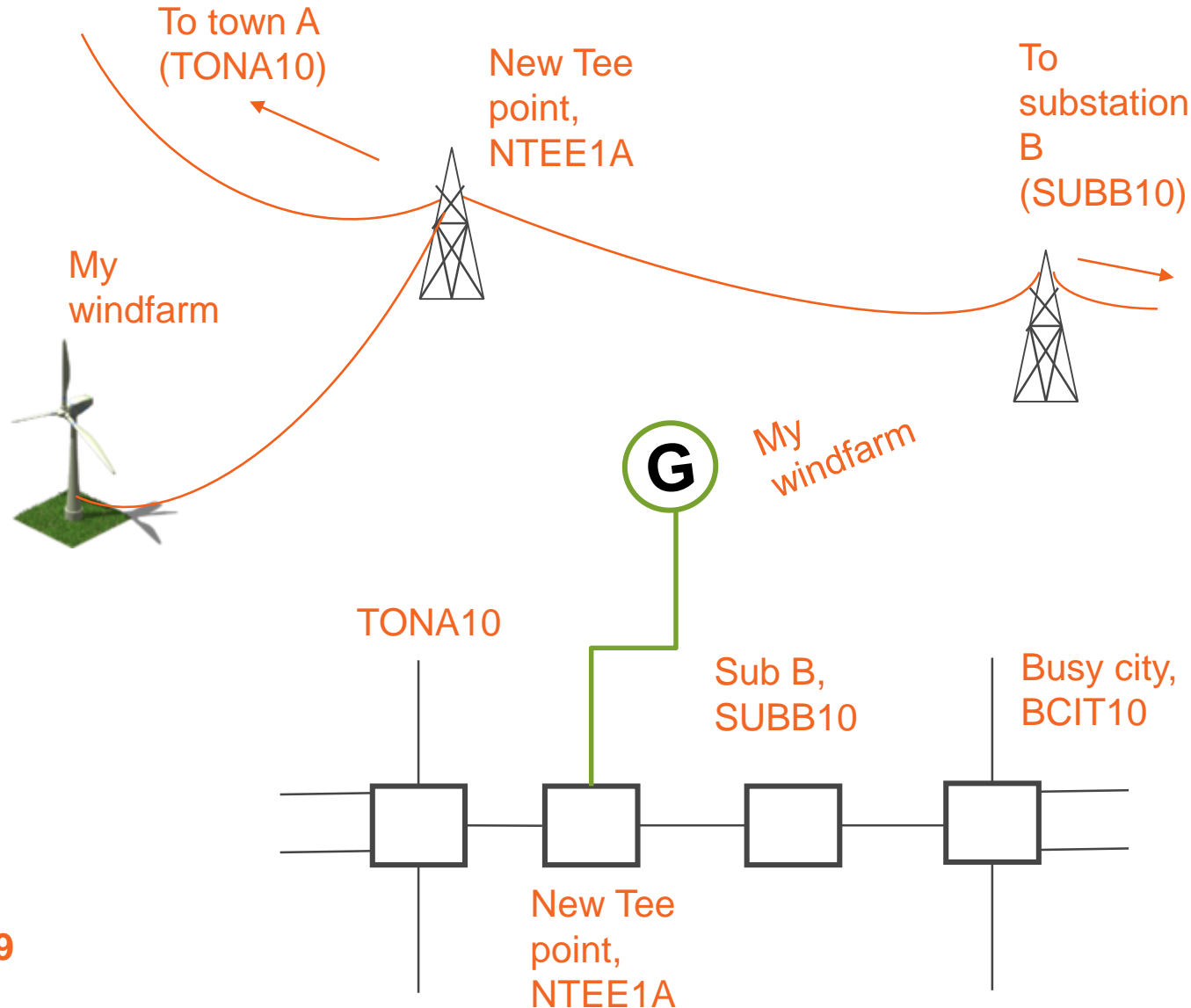


NGC Official GB DCLF TNUoS Transport Model - Sharing										2020/21 Tariff Model, incl	
Validate DCLF Inputs	Text Colour Key		Last Time Validation Run:			11:07:40		(which was successful)		Peak Sec Sca	
	Bold Black	Labels	Last Time HYDC Initialisation Run:			15:54:30				Year Round S	
	Black	Used Data	Last Time HYDC Calculation Run:			11:08:48					
Calc DCLF & MWkm	Blue	Input	Last Time Calculation Run:			11:10:18					
	Red	Error			Sum Demand	Total PS Gen	Total YR Gen				
					50731	50731	50731				
<b>DC Load Flow</b>											
Nodal Input					50731	4264					
Bus ID	Bus Name	Output Results	Voltage	Demand	Generation A - Peak Security (Transport Model)	Generation B - Year Round (Transport Model)	ETYS Zone	Gen Zone	Dem Zone		
826	TONGIR	No	132	0	0	0	S6	10	2		
827	TORN10	No	132	0	0	0	S1	11	2		
828	TORN40	No	400	0	969	1063	S1	11	2		
829	TOTT20	No	275	284	0	0	A1	24	9		
830	TONA10	No	132	44	0	0	M7	16	6		
831	SUBB10	No	132	0	0	0	M7	16	6		

P	Q	R	S	T	U	V	W	X	Y	Z	AA	AB	AC
Allowed: 1.00E+07												Spare-Capacity Factor: 100%	
Sum Transf 0.0										Num Spare-Cap 0.00		Num Ccts Out 0.00	
Network Input Data													
TO Region	Bus 1	Bus 2	R	X (Peak Security)	X (Year Round)	OHL Length	Cable Length	Link Limit	Code	Link Type	Link specific expansion factor	Spare-Cap?	Outaged
ATO	TONA10	SUBB10	0.51	3.60	3.60	20.48	0.00	180.00	Existing01	OHL		No	No
1 SP	TOINH1R	MFC1100	0.34	2.40	2.40	13.65	0.00	352	T20151R2R	OHL		No	No

The “Transport” tab

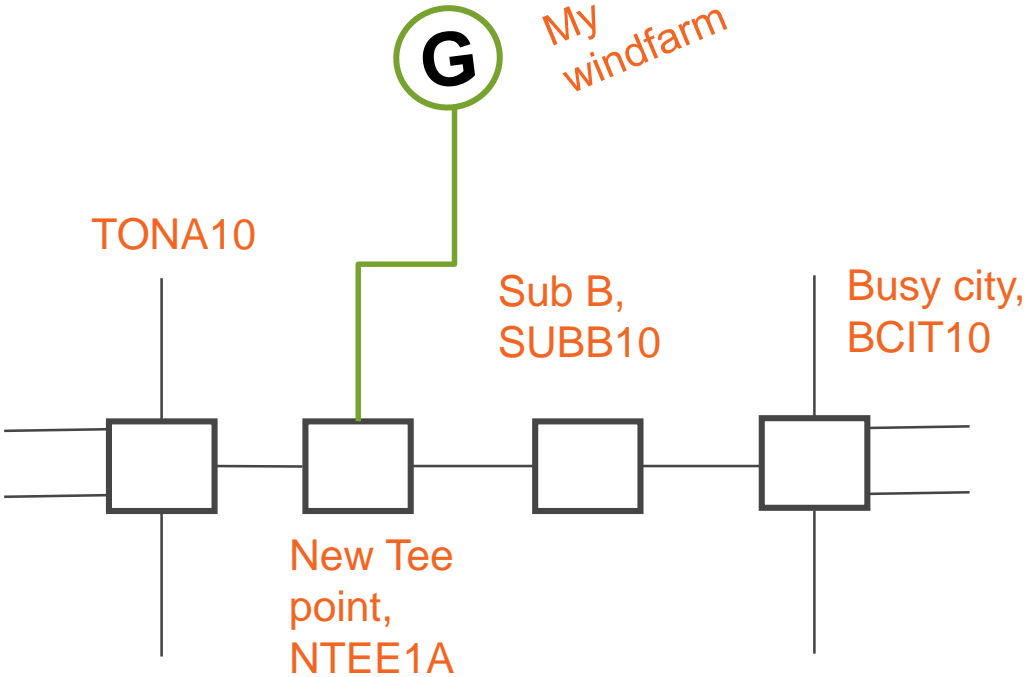
## Local Circuits – a worked example (adding a new generator)



Step 1, revise the “Transport” tab: adding a new node, and revising the existing circuit records

Step 2, revise the “LocalAssetCharging” tab, to enable the model to calculate local circuit tariffs

# Local Circuits – a worked example (adding a new generator)

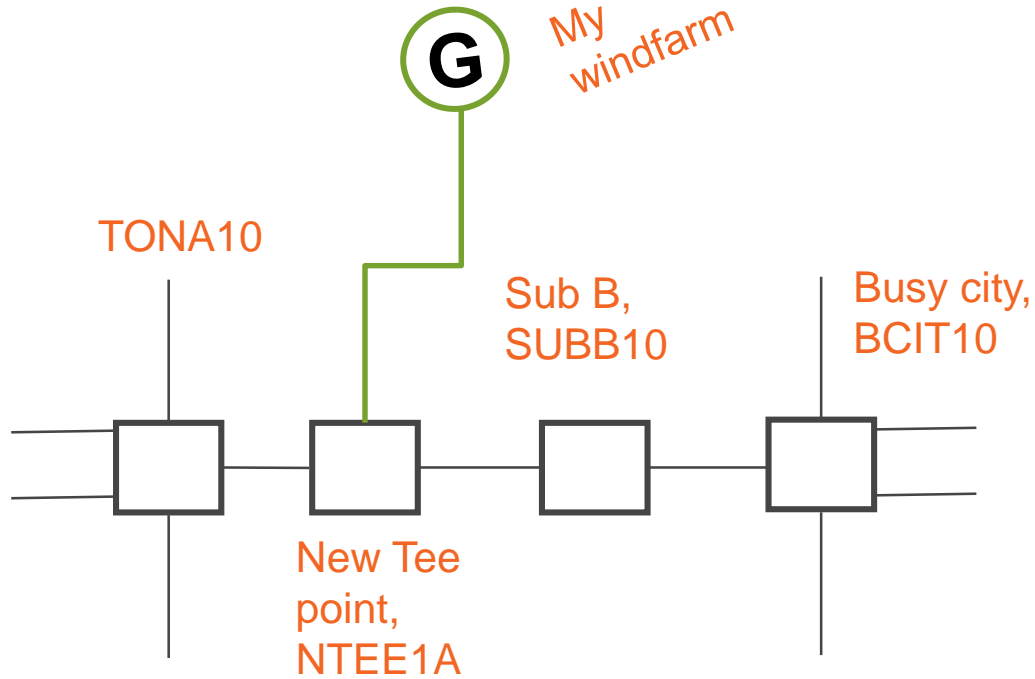


New node →

Step 1, revise the “Transport” tab: adding a new node, and revising the existing circuit records

NGC Official GB DCLF TNUoS Transport Model - Sharing										2020/21 Tariff Model, incl
Validate DCLF Inputs	<b>Text Colour Key</b>		Last Time Validation Run:				11:07:40	(which was succ		Peak Sec Sea
	<b>Bold Black</b>	<b>Labels</b>	Last Time HYDC Initialisation Run:				15:54:30			Year Round S
	Black	Red Data	Last Time HYDC Calculation Run:				11:08:48			
Calc DCLF & MWkm	Blue	Input	Last Time Calculation Run:				11:10:18			
	Red	Error	Sum Demand		Total PS Gen	Total YR Gen				
			50731		50731	50766				
<b>DC Load Flow</b>										
<b>Nodal Input</b>			50731				4270			
Bus ID	Bus Name	Output Results	Voltage	Demand	Generation A - Peak Security (Transport Model)	Generation B - Year Round (Transport Model)	ETYS Zone	Gen Zone	Dem Zone	
826	TONG1R	No	132	0	0	0	S6	10	2	
827	TORN10	No	132	0	0	0	S1	11	2	
828	TORN40	No	400	0	969	1063	S1	11	2	
829	TOTT20	No	275	284	0	0	A1	24	9	
830	TONA10	No	132	44	0	0	M7	16	6	
831	SUBB10	No	132	0	0	0	M7	16	6	
832	NTEE1A	No	132	0	0	35	M7	16	6	

# Local Circuits – a worked example (adding a new generator)

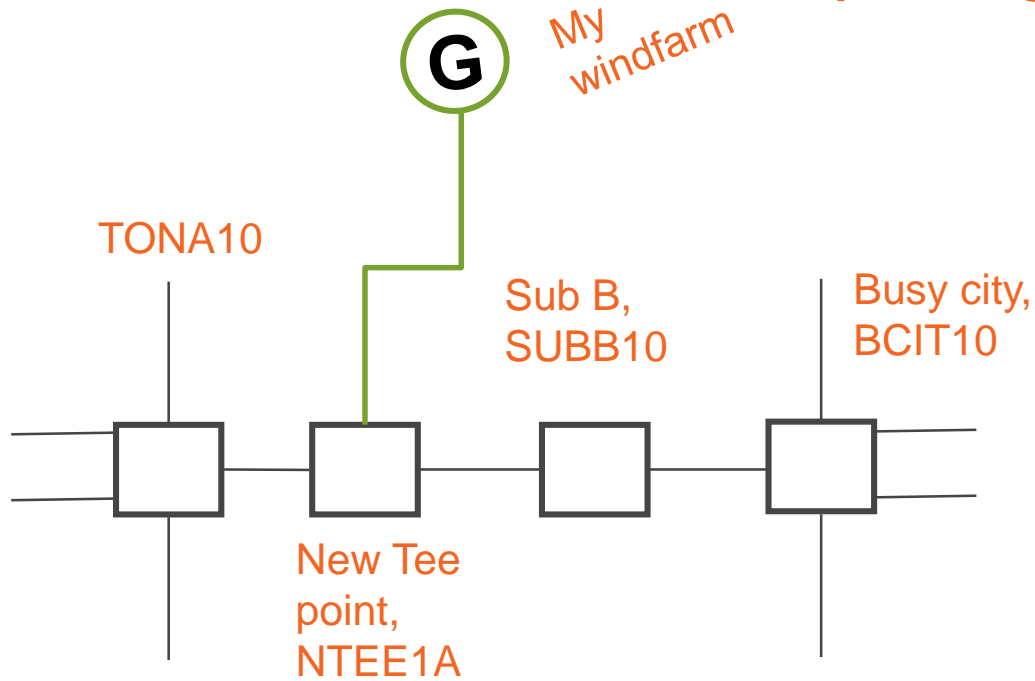


Step 1, revise the “Transport” tab: adding a new node, and revising the existing circuit records

Replace cct TONA10 – SUBB10 with two ccts:  
TONA10 – NTEE1A and  
NTEE1A – SUBB10

P	Q	R	S	T	U	V	W	X	Y	Z	AA	AB	AC		
Allowed:											1.00E+07	Spare-Capacity Factor:		100%	
Sum Transf											0.0	Num Spare-Cap		0.00	0.00
Network Input Data															
TO Region	Bus 1	Bus 2	R	X (Peak Security)	X (Year Round)	OHL Length	Cable Length	Link Limit	Code	Link Type	Link specific expansion factor	Spare-Cap?	Outaged		
3 ATO	TONA10	NTEE1A	0.13	0.89	0.89	5.05	0.00	180	NewCCT1	OHL		No	No		
1 ATO	NTEE1A	SUBB10	0.38	2.71	2.71	15.42	0.00	180.00	NewCCT2	OHL		No	No		

## Local Circuits – a worked example (adding a new generator)



Step 2, revise the “LocalAssetCharging” tab, to enable the model to calculate local circuit tariffs

J	K	L	M	N
=>200	Single	5.912		
=>200	Double	3.950		
<b>Nodal Input</b>				
Bus Name	Local Substation Name	Local Asset Grouping	Local Security Factor	Tariff Model TEC
NTEE1A	New Tee Point	My windfarm group	1	0.05

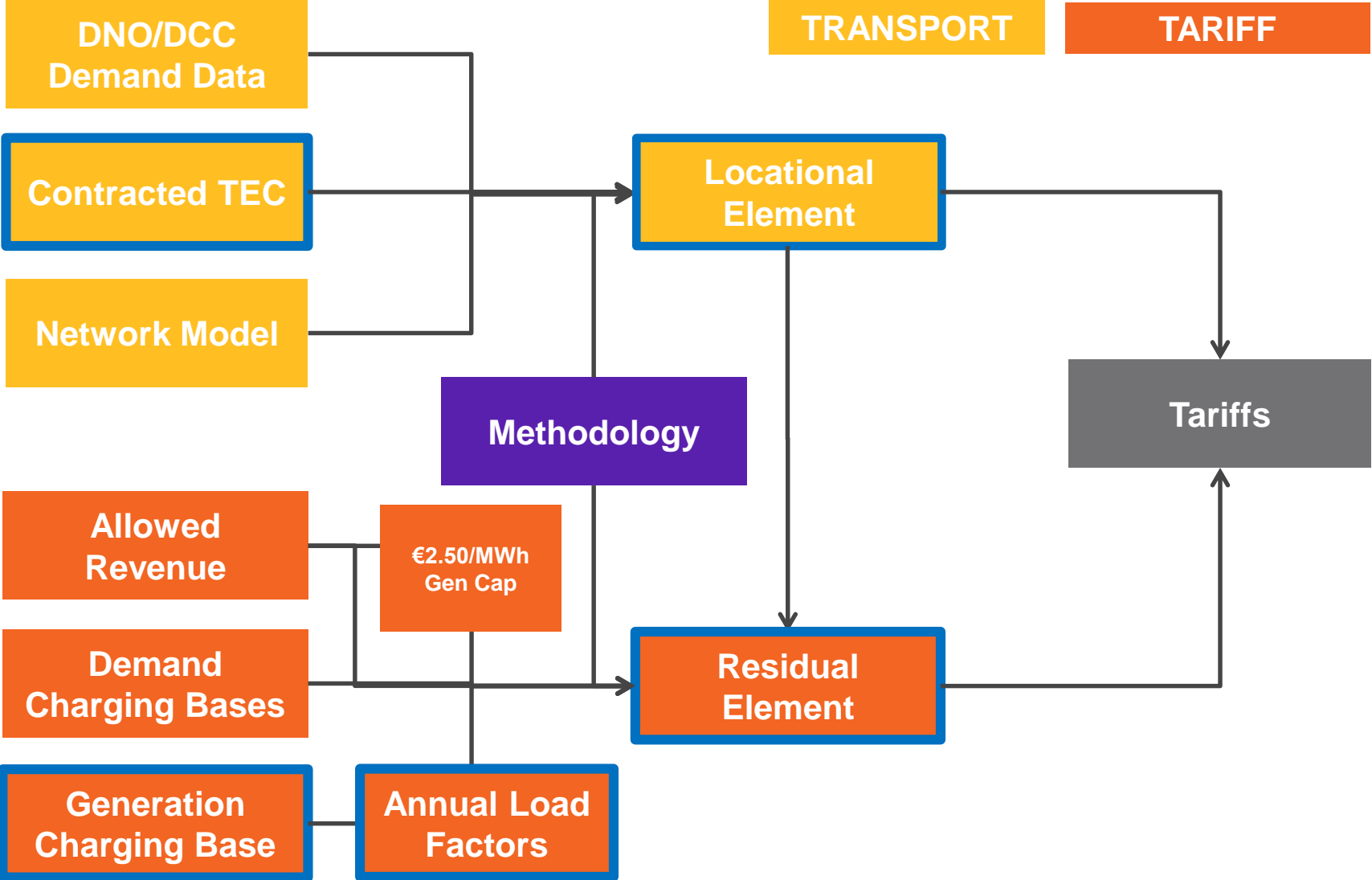
	A	B	C	D	E	F	G
8	& MVVkm	Red	Error				
9							
10	<b>DC Load Flow</b>						
11	<b>Network Input Data</b>						
12	TO Region	Bus 1	Bus 2	Code	Local Asset Grouping	132kV OHL Circuit construction Type	Link specific expansion factor (local)
180	ATO	TONA10	NTEE1A	NewCCT1	My windfarm group	Single	
181	ATO	NTEE1A	SUBB10	NewCCT2	My windfarm group	Single	
182	ATO	SUBB10	BCIT10	Existing02	My windfarm group	Single	





## GenInput Sheet – How to change generation?

# Inputs into TNUoS Charges



# GenInput Sheet

Input text should be in blue, but...

NGC Official GB TNUoS Transport & Tariff Model - Generation Input Sheet										CMP 213 - Original Proposal v
Validate		Text Colour Key		Last Time Validation Run:			06 Feb 13:21 (which was successful)			
Calc DCLF & MWkm		Bold Black		Last Time HVDC Initialisation Run:			29 Jan 20:57			
		Black		Last Time HVDC Calculation Run:			06 Feb 13:04			
		Blue		Last Time Calculation Run:			06 Feb 13:06			
		Green								
		Red								

Generation Type Parameters						
Generator Type	Fuel Class	TEC	Peak Security Transport Model Scaling	Year Round Transport Model Scaling	Peak Security Liability Flag	Carbon
Biomass	Other (Conventional)	1,905.0	94%	69%	100%	Carbon
CCGT	Other (Conventional)	27,546.0	94%	69%	100%	Carbon
CHP	Other (Conventional)	1,651.0	94%	69%		
Coal	Other (Conventional)	11,680.0	94%	69%		
Hydro	Hydro	665.4	94%	69%	100%	Low Carbon
Interconnectors	Interconnectors	4,785.0	0%	100%	0%	Carbon
Nuclear	Nuclear & CCS	9,297.0	94%	85%	100%	Low Carbon
OCCGT	Peaking	140.0	94%	0%	100%	Carbon
Pump Storage	Pumped Storage	2,769.0	94%	50%	100%	Carbon
Tidal	Intermittent	-	0%	70%	0%	Low Carbon
Wave	Intermittent	-	0%	70%	0%	Low Carbon
Wind Offshore	Intermittent	6,952.9	0%	70%	0%	Low Carbon
Wind Onshore	Intermittent	4,600.4	0%	70%	0%	Low Carbon
Total Generation		71,991.660	52,140.99999	52,140.99999		
Total Gen Check		71,991.660				
Total Demand		52,141.000				

Generation Type Parameters table is AUTO CALCULATED

Tariff Model:	71,991.66	67,206.66
Check Totals:	71,991.66	67,206.66

Generation Input Data								Derived Data	
Station	Generator Type	Max Contracted TEC at Peak (Transport Model TEC)	Generation Base (Tariff Model TEC)	Node 1	Node 2	Node 3	ALF	Carbon / Low Carbon	Number
Auchencrosh (interconnector CCT)	Interconnectors	80.0	0.0000	AUCH20			0.00%	Carbon	
Britped	Interconnectors	1200.0	0.0000	GRAM0			0.00%	Carbon	

Enter your own generation data here

# GenInput Parameters Table

Summary of the input data table below

Peak/Year Round scaling of TEC

Generator Type	Fuel Class	TEC	Peak Security Transport Model Scaling	Year Round Transport Model Scaling	Peak Security Liability Flag	Carbon / Low Carbon Flag
Biomass	Other (Conventional)	1,905.0	94%	69%	100%	Carbon
CCGT	Other (Conventional)	27,546.0	94%	69%	100%	Carbon
CHP	Other (Conventional)	1,651.0	94%	69%	100%	Carbon
Coal	Other (Conventional)	11,680.0	94%	69%	100%	Carbon
Hydro	Hydro	685.4	94%	69%	100%	Low Carbon
Interconnectors	Interconnectors	4,785.0	0%	100%	0%	Carbon
Nuclear	Nuclear & CCS	9,297.0	94%	85%	100%	Low Carbon
OCGT	Peaking	140.0	94%	0%	100%	Carbon
Pump Storage	Pumped Storage	2,769.0	94%	50%	100%	Carbon
Tidal	Intermittent	-	0%	70%	0%	Low Carbon
Wave	Intermittent	-	0%	70%	0%	Low Carbon
Wind Offshore	Intermittent	6,952.9	0%	70%	0%	Low Carbon
Wind Onshore	Intermittent	4,600.4	0%	70%	0%	Low Carbon
Total Generation		71,991.660	52,140.99999	52,140.99999		
Total Gen Check		71,991.660				
Total Demand		52,141.000				
Tariff Model:		71,991.66	67,206.66			
Check Totals:		71,991.66	67,206.66			

Will be inconsistent if input data is changed before the 'Validate' function is run (see later slides)

Removal of interconnector TEC from calculation

# Generation Input Data

Generator name, fuel type & TEC (note specific fuel type naming)

Node data: important to locate generators in correct zone

Generation Specific Data								Derived Data	
Generation Input Data								Carbon / Low Carbon	
Station	Generator Type	Contracted TEC at Peak (Transport Model TEC)	Generation Base (Tariff Model TEC)	Node 1	Node 2	Node 3	ALF		
Auchencrosh (interconnector CCT)	Interconnectors	80.0	0.0000	AUCH20			0.00%	Carbon	
Binned	Interconnectors	1200.0	0.0000	GRAI40			0.00%	Carbon	
East West Interconnector	Interconnectors	505.0	0.0000	CONQ40			0.00%	Carbon	
ELMcLink	Interconnectors	1000.0	0.0000	SELL40			0.00%	Carbon	
IFA Interconnector	Interconnectors	2000.0	0.0000	SELL40			0.00%	Carbon	
Aberthaw	Coal	1610.0	1610.0000	ABTH20			59.60%	Carbon	
Achruch Wind Farm	Wind Onshore	43.0	43.0000	ACHR1R			36.42%	Low Carbon	
Aiton	Wind Onshore	50.0	50.0000	BLAC10			37.81%	Low Carbon	
Aigas	Hydro	20.0	20.0000	AIGA1Q			35.93%	Low Carbon	
Angell II Windfarm	Wind Onshore	140.0	140.0000	WDOD10			37.81%	Low Carbon	
An Suidhe Wind Farm, Argyll (SRO)	Wind Onshore	19.3	19.3000	ANSU10			35.76%	Low Carbon	
Ardcleoch	Wind Onshore	114.0	114.0000	AREC10			33.81%	Low Carbon	
Baglan Bay	CCGT	552.0	552.0000	BAGB20			31.54%	Carbon	
Barrow Offshore Wind Farm	Wind Offshore	90.0	90.0000	HEYS40			49.44%	Carbon	
Berry Power Station	CCGT	142.0	142.0000	ABTH20	CARE20		1.39%	Carbon	
Bonneun Wind Farm	Wind Onshore	109.0	109.0000	BEIN10			37.81%	Low Carbon	
Bhlaraidh Wind Farm	Wind Onshore	108.0	108.0000	BHLA10					

ALFs published January every year

Transport/Tariff TEC: Transport model uses current data, Tariff model uses Best View

Further columns are auto calculated

# Inputting Generation Data Into the Model

You can copy and paste data from a table from another source... **IN ALPHABETICAL ORDER (by Station)**

Generation Specific Data								
Generation Input Data								Derived Data
Station	Generator Type	Max Contracted TEC at Peak (Transport Model TEC)	Base Case (Tariff Model TEC)	Node 1	Node 2	Node 3	ALF	Carbon / Low Carbon
A	B	C	D	E	F	G	H	I
178 Uskmouth	Coal	230	230	USKM20			36.57%	Carbon
179 Walney 3 Offshore Wind Farm	Wind Offshore	330	330	HEYS40			47.99%	Low Carbon
180 Walney 4 Offshore Wind Farm	Wind Offshore	330	330	HEYS40			47.99%	Low Carbon
181 Walney I Offshore Wind Farm	Wind Offshore	182	182	HEYS40			49.47%	Low Carbon
182 Walney II Offshore Wind Farm	Wind Offshore	182	182	STAH4A	STAH4B		51.99%	Low Carbon
183 West Burton A	Coal	1987	1987	WBUR40			58.33%	Carbon
184 West Burton B	CCGT	1295	1295	WBUR40			45.50%	Carbon
185 West of Duddon Sands Offshore Wind Farm	Wind Offshore	382	382	HEYS40			42.6%	Low Carbon
186 Westernmost Rough Offshore Wind Farm	Wind Offshore	205	205	HEDO20			43.5%	Low Carbon
187 Whitelee	Wind Onshore	305	305	WLEE20			37.15%	Low Carbon
188 Whitelee Extension	Wind Onshore	206	206	WLEX20			37.18%	Low Carbon
189 Whiteside Hill Wind Farm	Wind Onshore	27	27	GLGL1Q	GLGL1R		37.81%	Low Carbon
190 Wilton	CCGT	141	141	GRSA20	GRSB20		11.11%	Carbon
191 Windy Standard II (Brockloch Riq 1) Wind Farm	Wind Onshore	75	75	DUNH1R	DUNH1Q		37.81%	Low Carbon
192 TomGen	CCGT	1200	1200	TORN40			99.90%	
193								

Or you can manually input individual lines

At least one node needed

Generation TEC can be different for Transport/Tariff models

Don't worry about gaps in column I onwards... Further columns will be populated during the validate process

# Input Generators Alphabetically By Station

NGC Official GB TNUoS Transport & Tariff Model - Generation Input Sheet						
Validate	Text Colour Key		Last Time Validation Run:		03 Apr 11:33	
	<b>Bold Black</b>	<b>Labels</b>	Last Time HVDC Initialisation Run:		29 Jan 20:57	
Calc DCLF & MWkm	Black	Derived Data	Last Time HVDC Calculation Run:		06 Feb 13:04	
	Blue	Input	Last Time Calculation Run:		06 Feb 13:06	
	Green	Output				
	Red	Error				
Generation Type Parameters						
Generator Type	Fuel Class	TEC	Peak Security Transport Model Scaling	Year Round Transport Model Scaling	Peak Security Liability Flag	Carbon / Low Carbon Flag
Biomass	Other (Conventional)	1,905.0	92%	67%	100%	Carbon
CCGT	Other (Conventional)	28,746.0	92%	67%	100%	Carbon
CHP	Other (Conventional)	1,651.0	92%	67%	100%	Carbon
Coal	Other (Conventional)	11,680.0	92%	67%	100%	Carbon
Hydro	Hydro	665.4	92%	67%	100%	Low Carbon
Interconnectors	Interconnectors	4,785.0	0%	100%	0%	Carbon
Nuclear	Nuclear & CCS	9,297.0	92%	85%	100%	Low Carbon
OCGT	Peaking	140.0	92%	0%	100%	Carbon
Pump Storage	Pumped Storage	2,769.0	92%	50%	100%	Carbon
Tidal	Intermittent	-	0%	70%	0%	Low Carbon
Wave	Intermittent	-	0%	70%	0%	Low Carbon
Wind Offshore	Intermittent	6,952.9	0%	70%	0%	Low Carbon
Wind Onshore	Intermittent	4,600.4	0%	70%	0%	Low Carbon
	Total Generation	73,191.660	52,140.99999	52,140.99999		
	Total Gen Check	73,191.660				
	Total Demand	52,141.000				
Tariff Model:		7,1991.66			68,406.66	
Check Totals:		73,191.66			68,406.66	

There is a risk that if the stations are not in alphabetical order, their TEC won't be picked up by the model



# Zonal generation tariffs

79	Derivation of Zonal Generation Tariffs - Peak Security					
80		Generation Charge Base: TEC Net Stn * PS L	Unadjusted Transport Zonal Wtd	Final Peak Security Zonal	Peak Security Zonal Revenue	
81				Tariff (£/kW)	(£m)	
82	Zone	Zone Name	Marginal (km)			
83						
84	1	North Scotland	0.468	5.18	0.13	0.06
85	2	East Aberdeenshire	0.400	42.70	1.04	
86	3	Western Highlands	0.203	-14.16	-0.35	
87	4	Skye and Lochalsh	0.000	-252.33	-6.17	
88	5	Eastern Grampian and Tayside	0.136	-2.80	-0.07	
89	6	Central Grampian	0.064			
90	7	Argyll	0.015			
91	8	The Trossachs	0.520	68.45	1.67	
92	9	Stirlingshire and Fife	0.120	-4.15	-0.10	
93	10	South West Scotlands	1.074	72.40	1.77	
94	11	Lothian and Borders	1.215	119.85	2.93	
95	12	Solway and Cheviot	0.000	27.57	0.67	0.00
96	13	North East England	1.749	135.15	3.30	5.78
97	14	North Lancashire and The Lakes	2.588	53.43	1.31	3.38
98	15	South Lancashire, Yorkshire and Humber	9.044	171.98	4.20	38.00
99	16	North Midlands and North Wales	11.645	151.62	3.70	43.14
100	17	South Lincolnshire and North Norfolk	1.944	84.37	2.06	4.01
101	18	Mid Wales and The Midlands	4.783	47.51	1.16	5.55
102	19	Anglesey and Snowdon	1.644	183.59	4.49	7.37
103	20	Pembrokeshire	2.199	368.53	9.00	19.80
104	21	South Wales & Gloucester	3.384	249.93	6.11	20.67
105	22	Cotswold	1.234	126.83	3.10	3.82
106	23	Central London	0.000	-177.88	-4.35	0.00
107	24	Essex and Kent	6.071	-153.41	-3.75	-22.76
108	25	Oxfordshire, Surrey and Sussex	1.970	-49.74	-1.22	-2.39
109	26	Somerset and Wessex	2.139	-53.24	-1.30	-2.78
110	27	West Devon and Cornwall	1.045	5.75	0.14	0.15
111			55.65			130.61

Should be green, as is now populated automatically...

Locational tariffs calculated automatically by the Tariff macro , using data from GenInput and Transport sheets, residual ensures that £ from generation doesn't exceed the cap

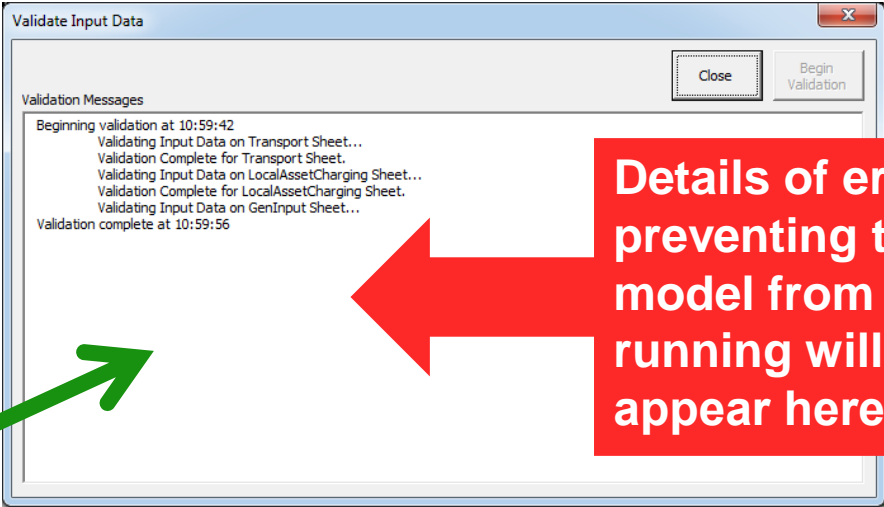


# Validating Model Inputs



# Validate Inputs

Validate button checks generation inputs for errors



Details of errors preventing the model from running will appear here...

NGC Official GB TNUoS Transport & Tariff Model - Generation Input Sheet					
Validate	Text Colour Key		Last Time Validation Run:	06 Feb 13:21	(which was successful)
	Bold Black	Labels	Last Time HVDC Initialisation Run:	29 Jan 20:57	
Calc DCLF & MWkm	Black	Derived Data	Last Time HVDC Calculation Run:	06 Feb 13:04	
	Blue	Input	Last Time Calculation Run:	06 Feb 13:06	
	Green	Output			
	Red	Error			

Data on when the last successful validation took place

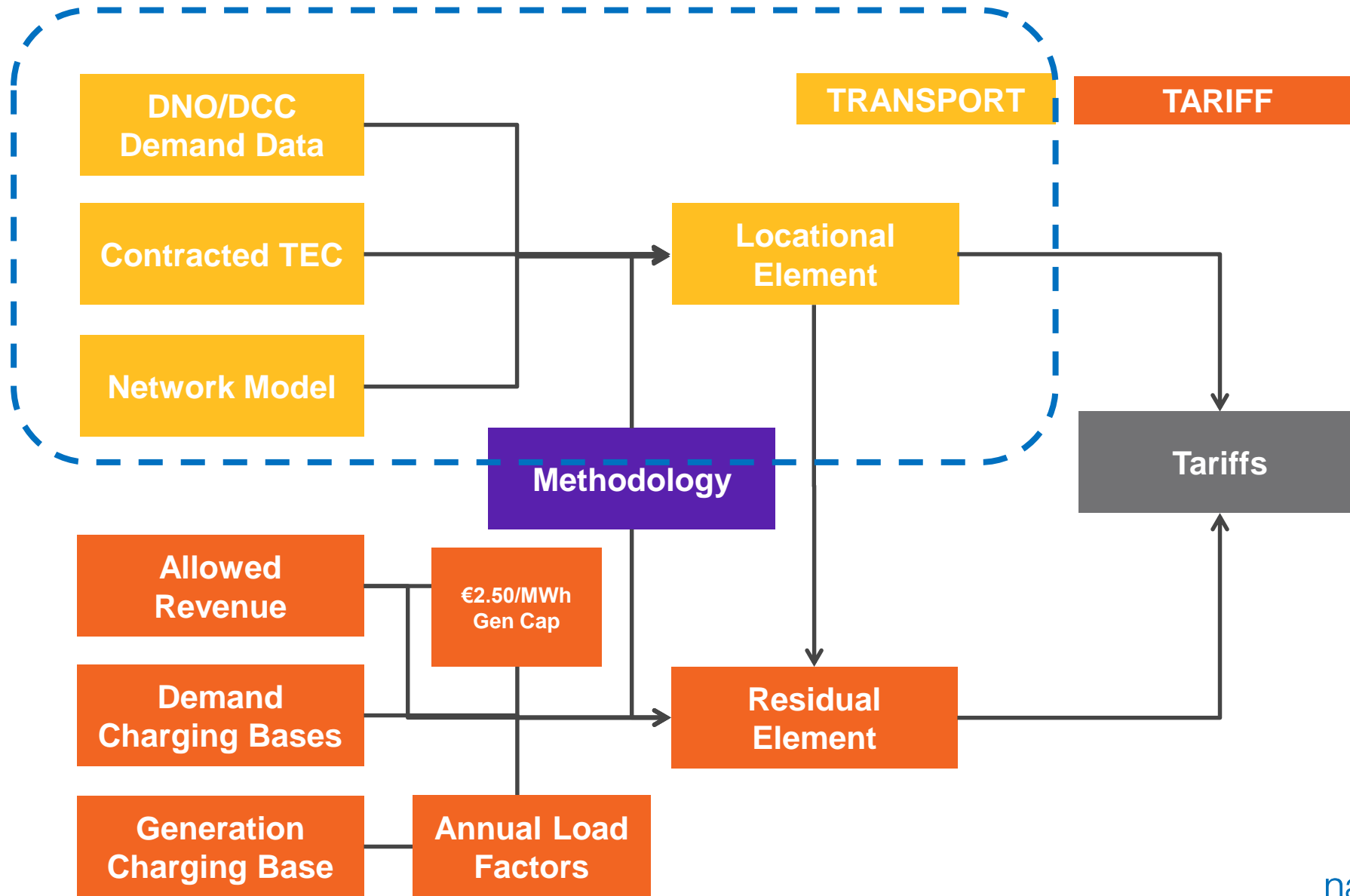
## Exercise 2

- 1. On the Final Tariffs sheet, copy and paste the existing tariffs to the right of the tables**
- 2. Add a new line in the GenInput sheet (lower table)**
  1. Station: (give the generator a name)
  2. Type: CCGT
  3. Transport Model TEC: 1200MW
  4. Tariff Model TEC: 1200MW
  5. Node 1: LOAN20
  6. ALF: 70%
- 3. Validate the model**
- 4. Run the DCLF & MWkm model**
- 5. Check the changes to the tariffs**

# Running the Model



# Running the Transport model



# Running the Transport model

**NGC Official GB TNUoS Transport & Tariff Model - Generation Input Sheet**

Text Colour Key		Labels	
<b>Bold Black</b>		Labels	
Black		Derived Data	
Blue		Input	
Green		Output	
Red		Error	

Last Time Validation Run: 06 Feb 13:21 (which was successful)  
Last Time HVDC Initialisation Run: 29 Jan 20:57  
Last Time HVDC Calculation Run: 06 Feb 13:04  
Last Time Calculation Run: 06 Feb 13:06

Buttons: Validate, Calc DCLF & MWkm

**Calculate DCLF & MWkm**

Calculate BusBar Order Numbers  ← ←  
Recalculate HVDC Cct Impedances  ← ←

Scenario Definition  
Scenario Description

Demand   
Wider   
Local

Output to new scenario  Overwrite existing scenario  Scenario 1 ←

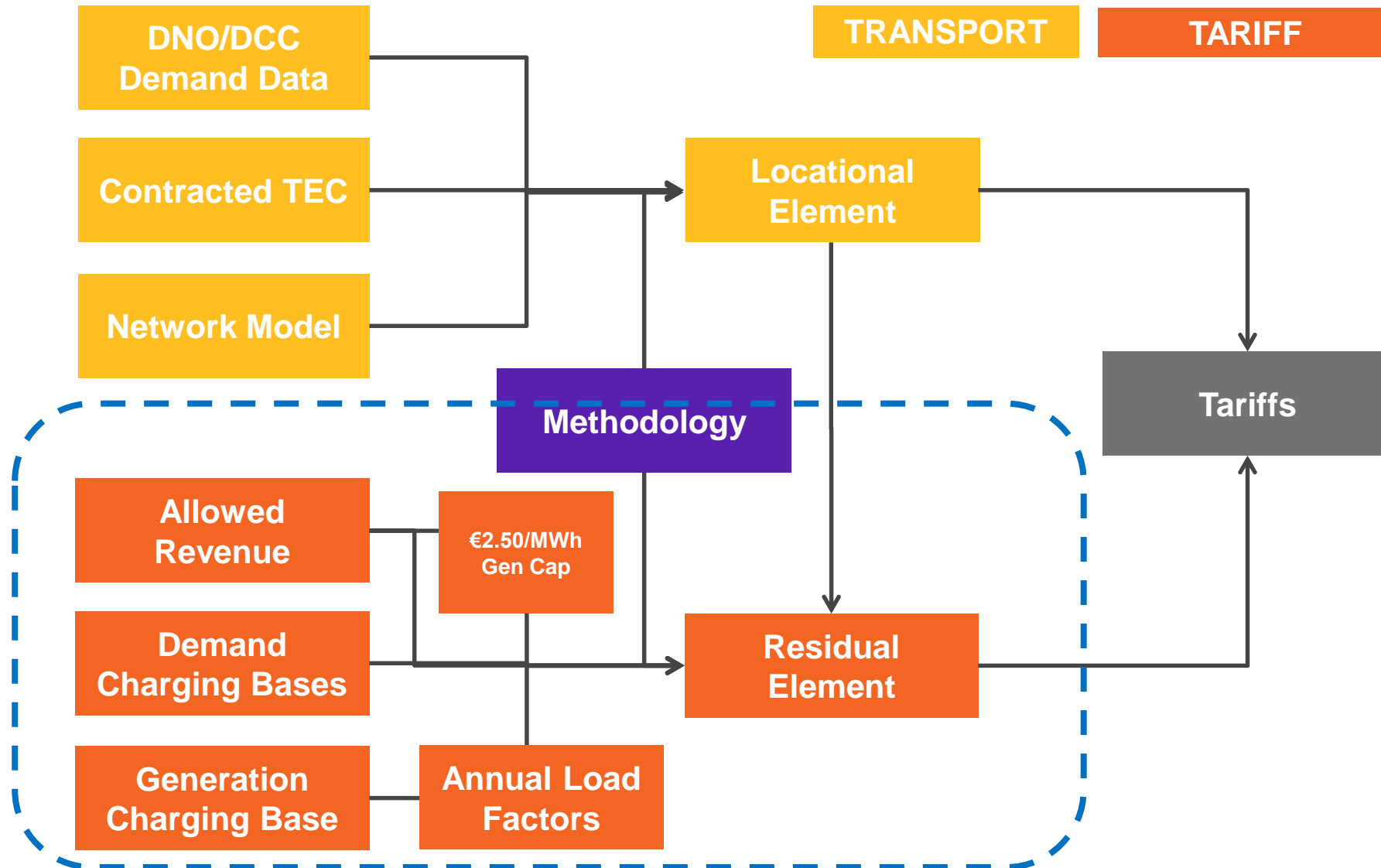
Expansion Constant Parameters  
Separate EC for NGC, SP & SSE  ←  
Pure GB (Global)

Buttons: Cancel, Calculate

**When you have validated the inputs, and there are no errors, you can now run the model**

**Use Scenario 1 ONLY**  
It is NOT possible to create multiple "Scenarios";  
Save a new version of the spreadsheet after each run

# Running the Tariff model



# Running the Tariff model

**Click this button to calculate the tariffs (ALWAYS choose Scenario 1)**

**This will calculate tariffs based on the validated inputs of the Transport model, and in accordance with the revenue inputs on this Tariff sheet**

Charging Year Start Date	4/1/2017
Charging Year	2017/18
Required Demand Recovery Percentage	85.4%
Expansion Constant (£/MWkm)	13.688433
Global Locational Security Factor	1.80
Total Infrastructure Revenue (£m)	2,675.59
Proportion from Generation (£m)	390.26
Proportion from Demand (£m)	2,285.34
Local Substation Charge Revenue (Onshore + Offshore) (£m)	242.73
Residual Charge for Generation (£/kW)	-2.12
Residual Charge for Demand (£/kW)	46.60

Year Round	Not Shared (£m)	Shared (£m)	Residual (£m)
Peak Security	131.3	14.0	129.3
Year Round	129.3	14.0	-142.5

Year Round	HH Demand (£m)	NIHH Energy Consumption (£m)	Total (£m)
Peak Security	791.52	1,493.82	2,285.34

Year Round	HH Demand (£/kW)	NIHH Energy Consumption (p/kWh)	Generation (£/kW)
Peak Security	48.24	6.33	5.80

Small Gen Tariff	Small Gen MW	Adjustment	Small Gen Revenue	Demand Tariff Small Generators (£/kW)	Energy Consumption Tariff Small Generators (£m)	Demand Tariff SG Recovery (£m)	Energy Consumption Tariff SG Recovery (£m)
11.121598	2,319.26	£ -	£ 25,793,877	0.525325	0.0727318	£ 8,619,112	17,174,766

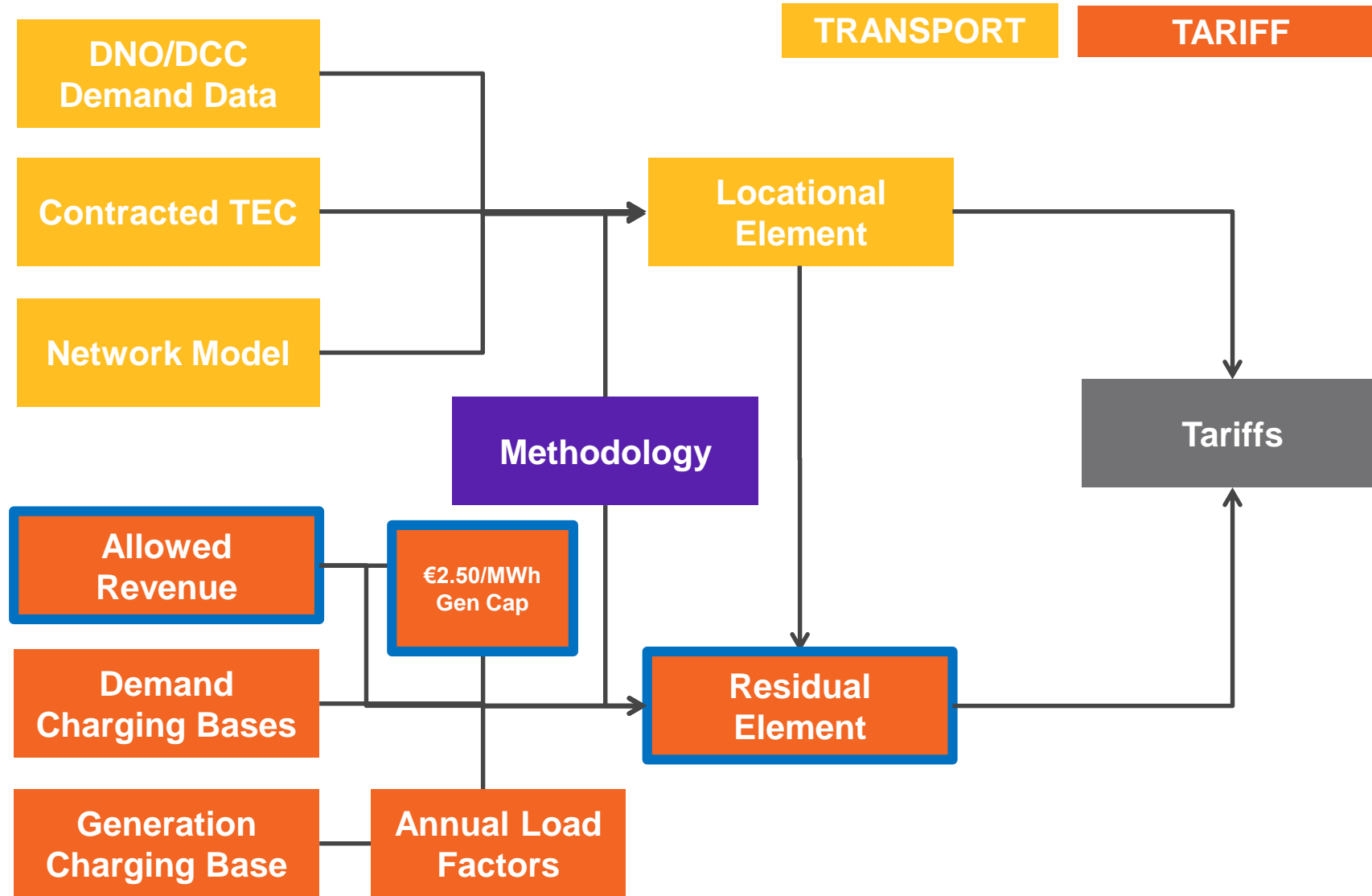
Zone	Zone Name	Total Demand Charge Basis: Tried Demand (GW)	Peak Security Unadjusted Zonal Wtd Marginal (£/kW)	Peak Security Transport Zonal Tariff (£/kW)	Peak Security Transport Zonal Revenue (£m)	Year Round Unadjusted Zonal Wtd Marginal (£/kW)	Year Round Transport Zonal Tariff (£/kW)	Revenue (£m)	(£/kW)	(£m)	Tariff (£/kW)	Recovery (£m)
1	Northern Scotland	0.675	-55.72	1.36	0.92	777.61	-19.02	-12.84	46.60	31.45	28.95	19.54
2	Southern Scotland	3.339	8.68	-0.21	-0.71	674.68	-16.50	-55.11	46.60	155.63	29.89	99.82
3	Northern	2.272	105.61	-2.58	-5.87	224.03	-5.48	-12.45	46.60	105.87	38.54	87.55
4	North West	4.030	32.43	-0.79	-3.20	77.35	-1.89	-7.62	46.60	187.80	43.92	176.98
5	Yorkshire	3.688	104.75	-2.56	-9.45	8.23	-0.20	-0.74	46.60	171.86	43.84	161.67
6	N Wales & Mersey	2.457	69.73	-1.71	-4.19	-29.16	0.71	1.75	46.60	114.53	45.61	112.09
7	East Midlands	4.574	83.19	-2.03	-9.31	-93.86	2.30	10.50	46.60	213.18	46.87	214.37



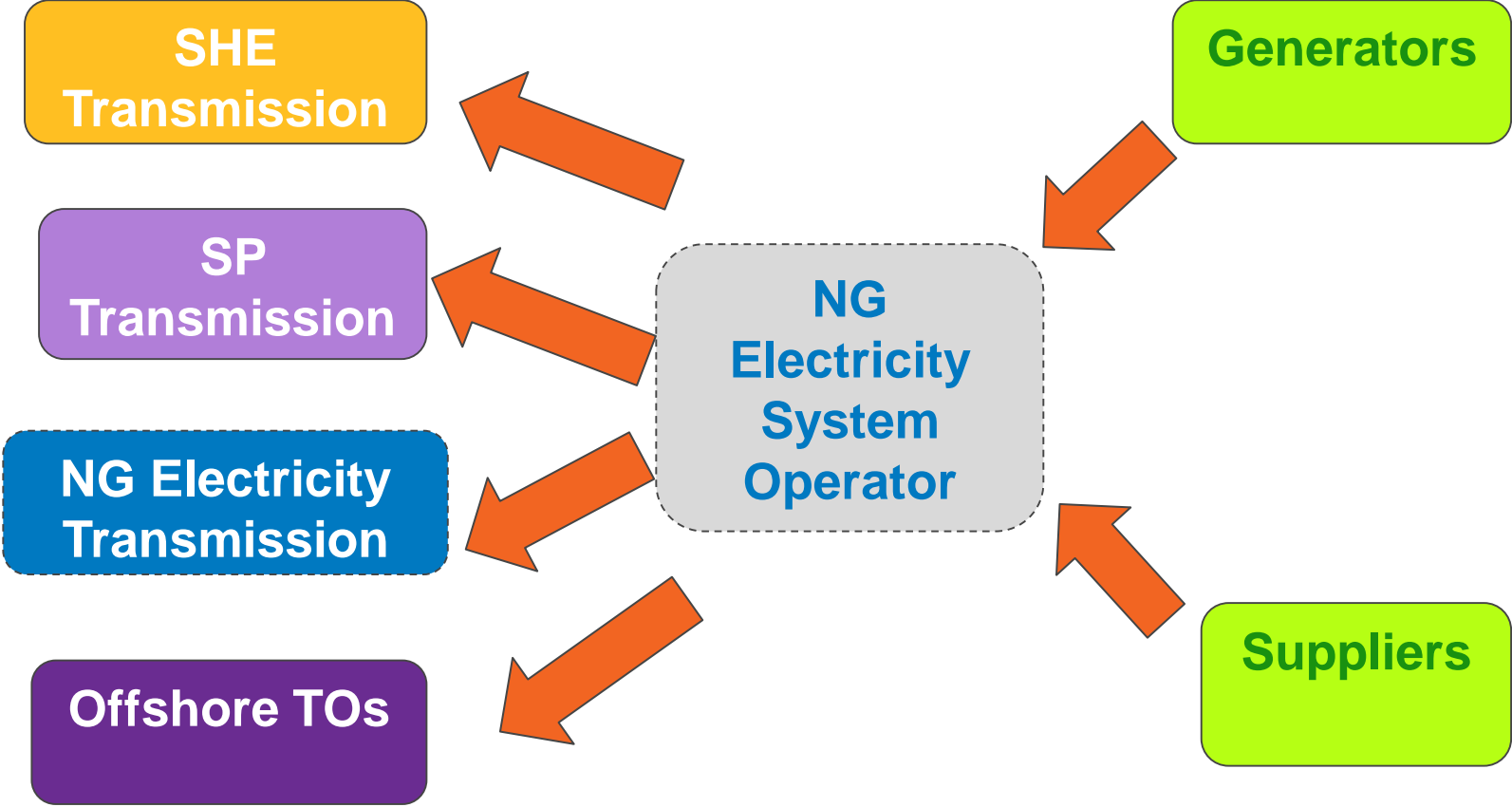


## Revenue Inputs

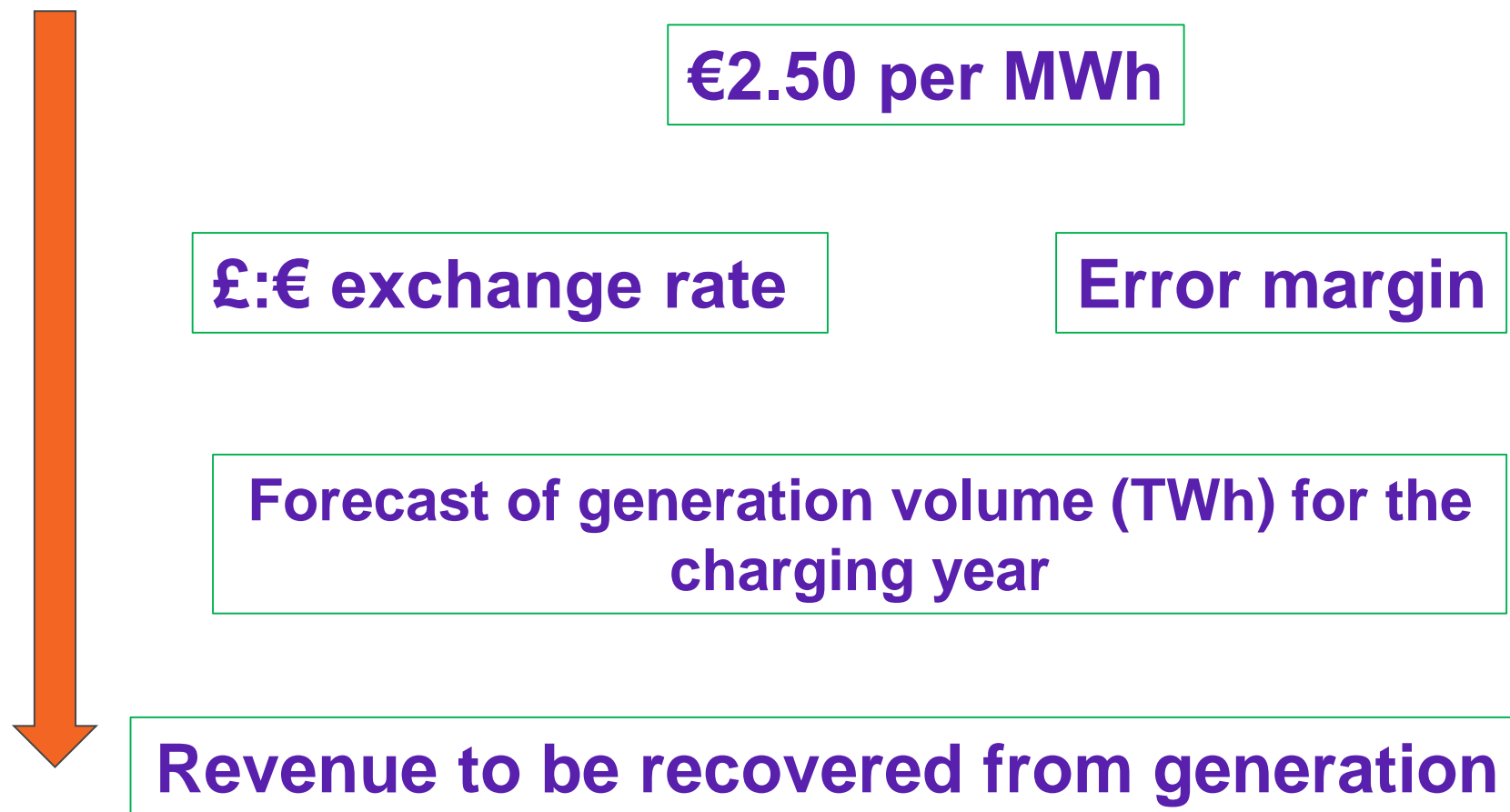
# Inputs in to TNUoS Charges



# TNUoS Revenue and TNUoS Charges



## The G/D split



# Generation Revenue 2018/19

= €1.98/MWh

= £1.70/MWh

€2.50 per MWh  
x 21% Error Margin

€1.98 ÷  
£:€ exchange rate of  
€1.16

*OBR  
Spring  
Forecast*

*FES  
Forecast*

Forecast of  
Generation  
253TWh

X

£1.70/MWh

= £430m Revenue to be recovered from generation

# Revenue inputs & Gen residual

NGC Official GB DCLF TNUoS Tariff Model  
 2019/20 Tariff Model, including CMP268, CMP264/265 and CMP282.

Calculate Tariff

Input required charging year and RPI'd expansion constant

Charging Year Start Date	01/04/2019
Charging Year	2019/20
Required Demand Recovery Percentage	86.0%
Expansion Constant (£/MWkm)	14.552251
Global Locational Security Factor	1.80
Total Infrastructure Revenue (£m)	2,879.25
Revenue from Generation (£m)	403.51
Revenue from Demand (£m)	2,475.74
Residual Charge for Generation (£/kW)	-3.60
Residual Charge for Gross Demand (£/kW)	51.74

Calculates G/D split and generation residual

G/D split	2019/20
E (TWh)	229.83
L (£/MWh)	1.98
R (£m)	2,879.3
X (£/£)	1.12
G	14.0%
D	86.0%
G.R (£m)	403.5
D.R (£m)	2475.7

Input: E (forecast chargeable generation TWh), L (£2.50 cap less error margin), R (Total revenue), X (exchange rate)

Offshore Local Revenue (substations, circuits & ETUoS)  
 Local Substation Revenue (Onshore)

Peak Security (£m)	Year Round Shared (£m)	Year Round Shared (£m)	Residual (£m)	Onshore Local Circuit (£m)	Onshore Local Substation (£m)	Offshore Local (£m)	Total (£m)
170.6	42.3	133.1	-277.2	19.6	19.2	296.0	403.5

Demand	Less Embedded Export Tariff (£m)	NHH Energy Consumption (£m)	Total (£m)
914.07	-111.06	1,67	2,475.74

£/kW	Embedded Export Tariff (£/kW)	NHH Energy Consumption (p/kW)	Generation (£/kW)
50.76	14.32		5.24

Offshore Local Revenue	295.95
Onshore Local Substation Revenue	19.24

AGIC	£/kW	Phased Residual	£/kW
	3.33		14.65

Input AGIC & Phased Residual (for Embedded Export tariff)

Derivation of Small Generator's Discount DISCONTINUED FROM 2019/20

Small Gen Tariff	Small Gen MW	Adjustm	HH Gross Dmnd Trff Small Gen	Energy Consumption Tariff Small Generators	Demand Tariff SG (£)	Energy Consumption Tariff SG Recovery (£)	Total SG Recovery
					-	-	£ -

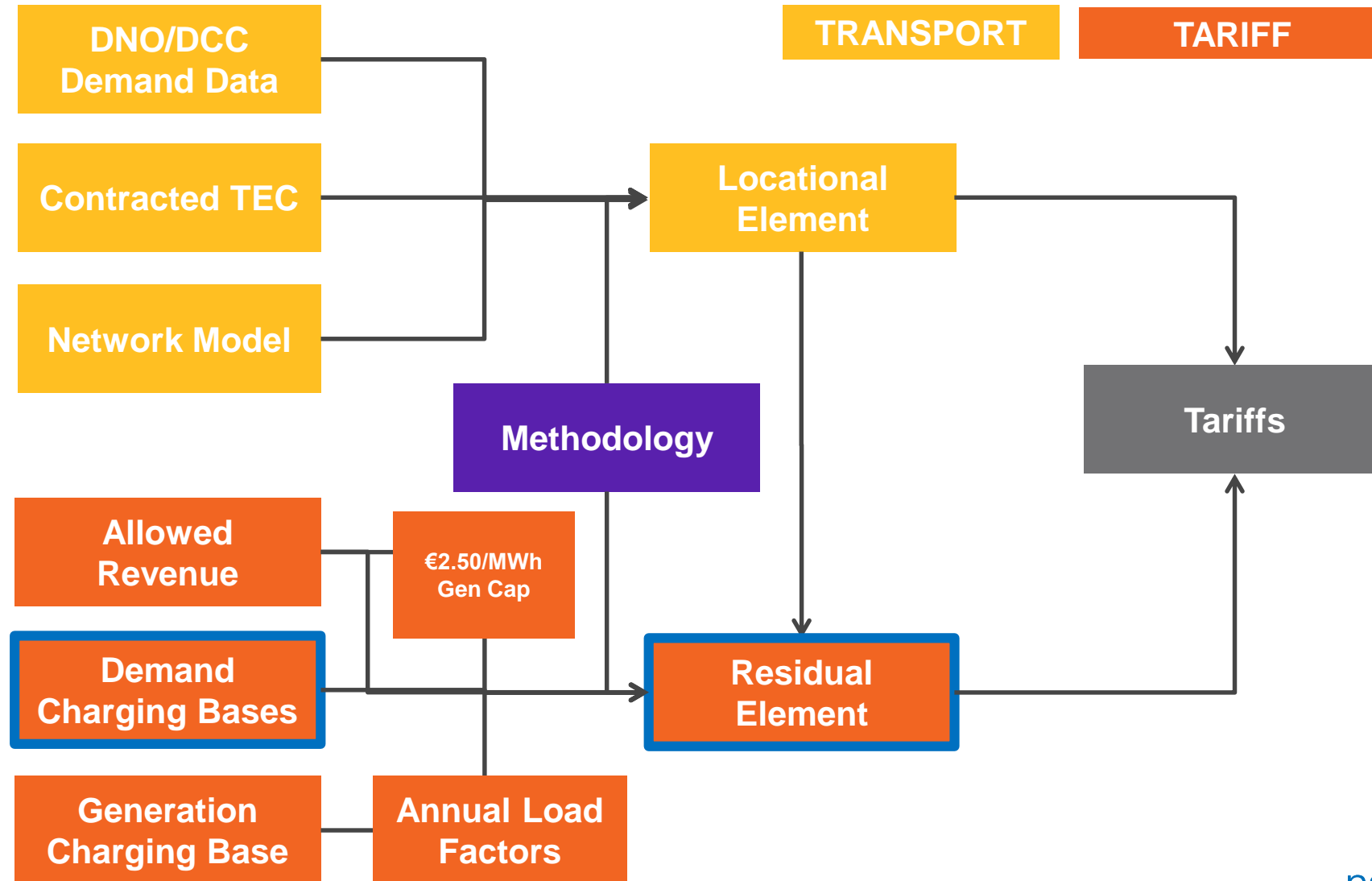
Input small generator MW for calculation of small gens discount



# Demand Charging Base Inputs



# Inputs in to TNUoS Charges





# HH peak demand inputs

Net system peak by zone

Derivation of Zonal Gross HH and Embedded Export Tariff				
Zone	Zone Name	Total Demand Net Triad Demand (GW)	Total Demand Gross Triad Demand (GW)	Chargeable Export Volume (GW)
1	Northern Scotland	0.476	1.477	1.001
2	Southern Scotland	2.831	3.500	0.670
3	Northern	2.083	2.664	0.581
4	North West	3.773	4.117	0.343
5	Yorkshire	3.284	3.920	0.635
6	N Wales & Mersey	2.140	2.678	0.538
7	East Midlands	4.286	4.763	0.477
8	Midlands	4.159	4.371	0.211
9	Eastern	5.980	6.605	0.624
10	South Wales	1.511	1.843	0.331
11	South East	3.681	3.999	0.318
12	London	4.174	4.323	0.149
13	Southern	5.147	5.584	0.437
14	South Western	2.420	2.621	0.200
		<b>45.947</b>	<b>52.463</b>	<b>6.516</b>

Gross system peak is the first of these two columns

# HH tariff

Locational Demand Tariff (derived from Transport Model)					
Peak Security Unadjusted Zonal Wtd Marginal (km)	Peak Security Transport Zonal Tariff (£/kW)	Peak Security Transport Zonal Revenue (£m)	Year Round Unadjusted Zonal Wtd Marginal (km)	Year Round Transport Zonal Tariff (£/kW)	Year Round Transport Zonal Revenue (£m)
-120.83	3.06	4.52	958.01	-24.29	-35.87
-5.32	0.13	0.47	733.38	-18.59	-65.08
122.21	-3.10	-8.25	260.82	-6.61	-17.61
47.92	-1.21	-5.00	98.83	-2.51	-10.31
114.49	-2.90	-11.38	21.73	-0.55	-2.16
92.11	-2.33	-6.25	-12.67	0.32	0.86
89.07	-2.26	-10.75	-88.09	2.23	10.64
71.04	-1.80	-7.87	-121.17	3.07	13.42
-44.98	1.14	7.53	-30.05	0.76	5.03
242.67	-6.15	-11.34	-174.74	4.43	8.16
-152.65	3.87				
-201.93	5.12				
-64.60	1.64				
40.5	-1.03				

Locational demand tariffs calculated

Embedded export tariffs calculated

Embedded Export Tariff				
EET Locational	EET AGIC	T Phased Resid	Final EET Tariff (Floored at zero)	EET Revenue
£/kW	£/kW	£/kW	£/kW	£m
-21.22	3.22	29.36	11.36	
-18.46	3.22	29.36	14.12	
-9.71	3.22	29.36	22.87	
-3.72	3.22	29.36	28.86	9.31
-3.45	3.22	29.36	29.13	18.50
-2.01	3.22	29.36	30.57	16.44
-0.02	3.22	29.36	29.36	15.52
1.27	3.22			
1.90	3.22			
-1.72	3.22			
4.58	3.22			
7.38	3.22			
5.89	3.22			
1.34	3.22			

Residual tariffs; Final tariffs

Gross HH Demand Tariff				
Gross HH Peak Security Location Tariff (£/kW)	Gross HH Year Round Location Tariff (£/kW)	Gross Demand Residual Tariff (£/kW)	Final Gross HH Zonal Tariff (£/kW)	Final Zonal Revenue Recovery (£m)
3.06	-24.29	46.93	25.71	37.98
0.13	-18.59	46.93	28.48	99.69
-3.10	-6.61	46.93	37.22	99.16
-1.21	-2.51	46.93	43.21	177.90
-2.90	-0.55	46.93	43.48	170.43
-2.33	0.32	46.93	44.92	120.28
-2.26	2.23	46.93	46.91	223.43
-1.80	3.07	46.93	48.20	210.68
1.14	0.76	46.93	48.84	322.53
-6.15	4.43	46.93	45.21	83.31
3.87	0.71	46.93	51.52	206.03
5.12	2.26	46.93	54.31	234.79
1.64	4.26	46.93	52.83	294.98
-1.03	5.37	46.93	51.27	134.37
				2,415.56

# HH & NHH Charging Bases

Input HH demand at Triad

Input NHH demand (4-7pm, 365 days)

Derivation of Capped Zonal Demand NHH Tariffs							
Zone	Zone Name	Total Demand Charge Base: Triad Demand (MW)	Chargeable HH Gross Zonal Triad Demand (MW)	HH Zonal Triad Gross Demand Rev. Recovery (£m)	Required NHH Zonal Revenue Recovery (£m)	NHH Zonal 1600-1900 Demand (TWh)	NHH Zonal tariff (p/kWh)
1	Northern Scotland	476.21	489.059	12.57	25.40	0.741	3.43
2	Southern Scotland	2,830.97	1,258.785	35.85	63.84	1.663	3.84
3	Northern	2,083.25	1,078.299	40.14	59.03	1.200	4.92
4	North West	3,773.44	1,522.520	65.79	112.11	1.932	5.80
5	Yorkshire	3,284.43	1,609.735	69.99	100.44	1.761	5.71
6	N Wales & Mersey	2,139.64	1,085.298	48.75	71.52	1.223	5.85
7	East Midlands	4,286.33	1,878.074	88.10	135.33	2.160	6.26
8	Midlands	4,159.05	1,616.958	77.94	132.73	1.995	6.65
9	Eastern	5,980.31	2,132.611	104.15	218.39	3.086	7.08
10	South Wales	1,511.30	838.743	37.92	45.39	0.829	5.47
11	South East	3,680.97	1,168.967	60.22	145.81	1.910	7.63
12	London	4,173.79	2,285.730	74.15	110.64	1.836	6.03
13	Southern	5,147.26	2,072.206	99.18	185.51	2.563	7.24
14	South Western	2,420.32	764.182	9.18	95.19	1.273	7.48
		<b>45,947.27</b>	<b>19,801.17</b>	<b>1,221.22</b>	<b>1,501.33</b>	<b>24.17</b>	

For each zone, calculates £ revenue to be collected from HH based on triad demand forecast, and therefore remaining £ that must be collected from NHH demand

Zonal NHH tariffs calculated = remaining revenue / NHH demand

# Excercise



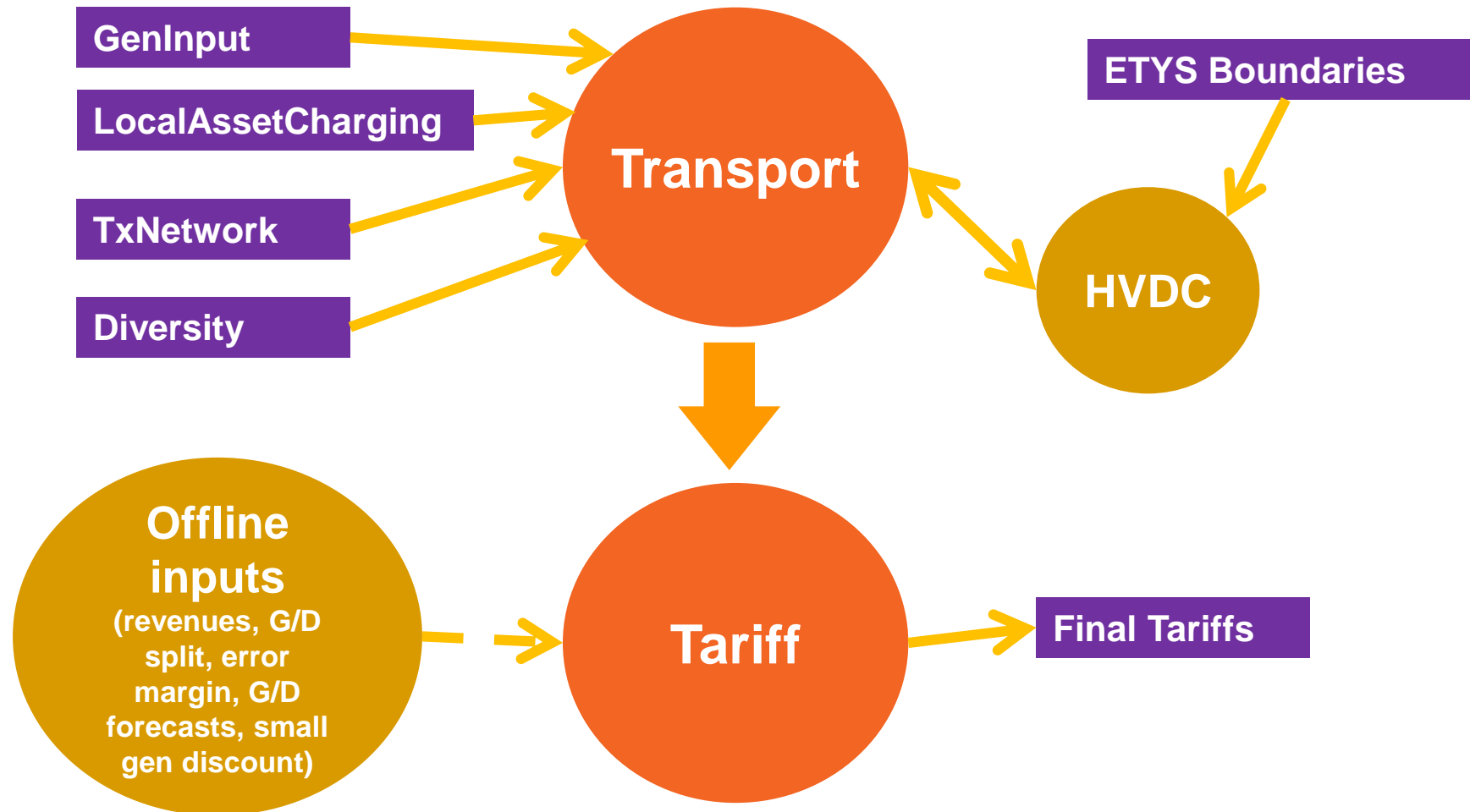
## Exercise 3

1. **Open the DCLF – ICRP model**
2. **Add a new line in the GenInput sheet (lower table)**
  1. Station: (give the generator a name)
  2. Type: CCGT
  3. Transport Model TEC: 500MW
  4. Tariff Model TEC: 500MW
  5. Node 1: EXER20
  6. ALF: 70%
3. **Add the Node EXER20 to the Transport sheet (on the left) and add the circuit EXER20 – HADH10 (middle table)**
  1. TO region SP, Demand zone 2, generation zone 10, ETYS zone S1
  2. 132kV
  3. 10MW of nodal demand
  4. OHL
4. **Update Hadyard Hill local circuit on LocalAssetCharging Tab**
  1. Local asset grouping: Hadyard Hill
  2. Single construction type
5. **Validate the model**

# Summary



# The DCLF ICRP model: aka T&T model



# Calculating TNUoS tariffs

## Transport Model

- used to calculate the locational investment signals (wider and local)
- if you add 1MW of generation capacity, what impact does it have?
- the impact is measured in terms of additional flows
- proxy for level of investment across the network

## Tariff Model

- used to ensure correct revenue recovery
- also ensures that revenue recovered in desired G / D proportions



# Troubleshooting



# Troubleshooting

**If you click the Validate button, there are some issues with the inputs.**

Can you work out what the issues are?

Do you know how to fix them?

# Changes to future forecasts



# When do inputs change in quarterly forecasts?

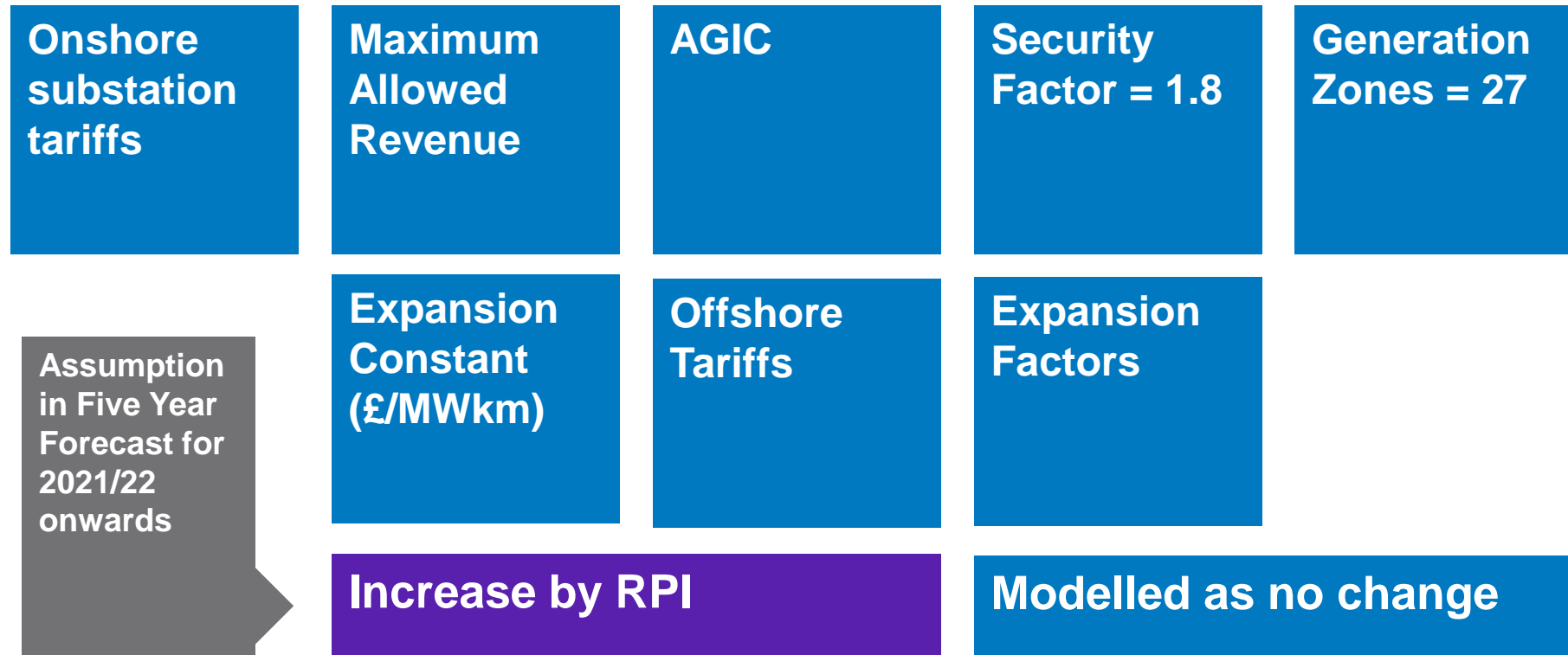
		Five-year forecast	March	July	DRAFT Nov	FINAL Jan	
Methodology		Open to industry governance					
Locational	DNO/DCC Demand Data	Previous year			Week 24 updated		
	Contracted TEC	Latest TEC	Latest TEC	Latest TEC	TEC Register Frozen at 31 October		
	Network Model	Previous year (except new local circuits)			Latest version based on ETYS		
Residual	Allowed Revenue	Update financial parameters	Update financial parameters	Update financial parameters	Latest TO Forecasts	From TOs	
	Demand Charging Bases	Revised Forecast	Revised Forecast	Revised Forecast	<i>Only by exception</i>	<i>Only by exception</i>	
	Generation Charging Base	NG Best View	NG Best View	NG Best View	NG Best View	NG Final Best View	
	Generation ALFs	Previous Year			New ALFs published		
	Generation Revenue	Forecast	Forecast	Fixed Gen Rev £m			

The image features four Edison-style light bulbs hanging in a row from top to bottom, slightly out of focus. They are illuminated, casting a warm, yellowish glow. The background is a soft, warm orange gradient. A large white curved shape is on the right side of the image.

**RIIO T-2**

## Impact of next price control on Tariffs

- The next RIIO-T2 price control is expected to start on 1 April 2021.
- The CUSC requires various parameters to be updated at that point for the 2021/22 tariffs, but are dependent on each TOs RIIO 'deal'

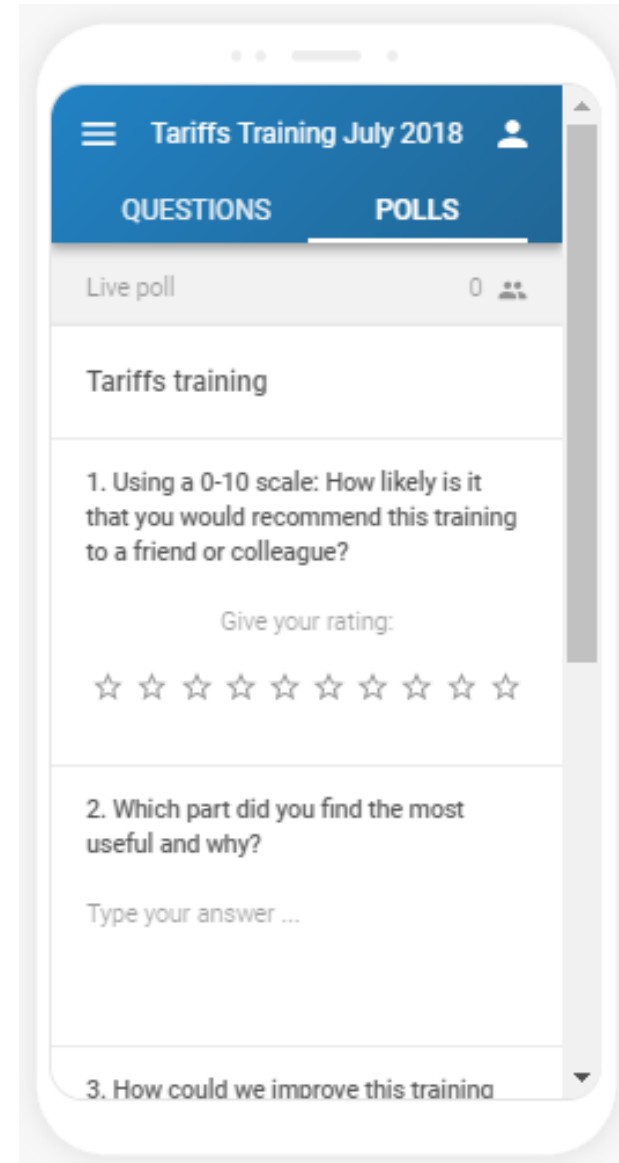


# Feedback

Type `sli.do` into your browser

Enter code **#Tariffs**

Click on the **POLLS** tab



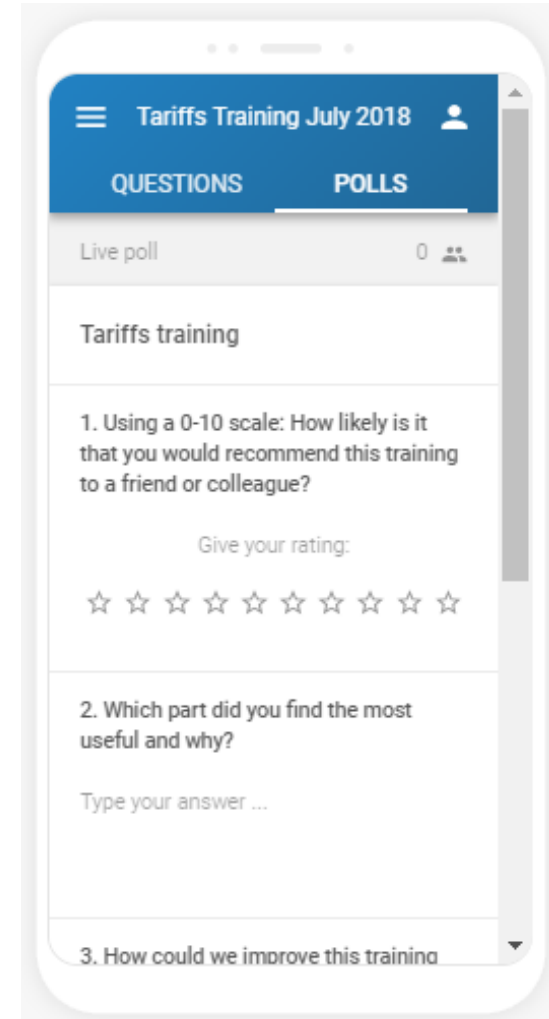
Any questions?





## We want your feedback!

- 1 Using a 0-10 scale: How likely is it that you would recommend this training to a friend or colleague?
- 2 Which part did you find the most useful and why?
- 3 How could we improve this training session?



Thank you



# Data sources

# Data sources: Generation

**TEC, Embedded and Interconnector registers**

<https://www.nationalgrideso.com/connections/registers-reports-and-guidance>

**Offshore: OFTO tenders & asset transfer values**

<https://www.ofgem.gov.uk/electricity/transmission-networks/offshore-transmission/offshore-transmission-tenders>

**Future Energy Scenarios (FES): Future generation & demand volumes**

<http://fes.nationalgrid.com/>

**CfD & Capacity Market information**

<https://lowcarboncontracts.uk/cfds>

<https://www.emrdeliverybody.com/cm/home.aspx>

**BEIS renewable energy planning database**

<https://www.gov.uk/government/publications/renewable-energy-planning-database-monthly-extract>

# Data sources: Generation (continued)

**Digest of UK Energy Statistics (DUKES) – generator volumes & fuel types**

<https://www.gov.uk/government/publications/digest-of-uk-energy-statistics-dukes-archive>

**BM Reports – outturn generation**

<https://www.bmreports.com/>

# Data sources: G/D Split

## G/D Split: £:€ rate – OBR Economic & Fiscal Outlook

<http://obr.uk/report/economic-and-fiscal-outlook/>

## G/D Split: Generation output TWh volumes

Derived from FES – average over all four scenarios of transmission connected generation output (minus interconnectors) per year

Please note that FES data is January to December; we use April to March data (individual months are not published), so using published FES data will not quite match the data we use to calculate TNUoS.

<http://fes.nationalgrid.com/>

# Data sources: Demand

## Triads

<https://www.nationalgrideso.com/charging/transmission-network-use-system-tnuos-charges/triads-data>

## BM Reports – past outturn demand

<https://www.bmreports.com/>

# Data sources: Transport & network inputs

## Electricity Ten Year Statement (ETYS)

Appendix A: Existing power stations, network maps and ETYS zone boundaries

Appendix B: Node name codes and circuit data

<https://www.nationalgrideso.com/insights/electricity-ten-year-statement-etys>

## Transmission works register

May help to provide information about local circuit characteristics

<https://www.nationalgrideso.com/connections/registers-reports-and-guidance>



# Data sources: Revenue

## RPI

Indexation of offshore local tariffs, expansion constant, AGIC etc.

<https://www.ons.gov.uk/economy/inflationandpriceindices>

## OFTO tenders

Asset transfer values, cost assessment publications & OFTOt values

<https://www.ofgem.gov.uk/electricity/transmission-networks/offshore-transmission/offshore-transmission-tenders>

# Data sources: Methodology

## Ofgem CUSC decisions

<https://www.ofgem.gov.uk/licences-industry-codes-and-standards/industry-codes/electricity-codes/connection-and-use-system-code-cusc>

## CUSC text & development

<https://www.nationalgrideso.com/codes/connection-and-use-system-code-cusc>

# Data sources: Elexon portal & BM Reports

**Registered BM units**

**Loss factors (BSUoS only)**

<https://www.elexonportal.co.uk/>

**BM Reports – past outturn demand & generation**

<https://www.bmreports.com/>