

Headline Report

Meeting number:	Meeting 56
Date of meeting:	Tuesday 13 April 2021
Location:	Webinar

This note sets out the headlines from the latest meeting of the Joint European Stakeholder Group (JESG) and is provided in addition to the presentations from the meeting which are available within the Codes Calendar on the Electricity System Operator website. The material in the presentation is not duplicated in this report.

If you have any queries in relation to the content of this report, please email the JESG Technical Secretary Andrew Hemus at box.europeancodes.electricity@nationalgrideso.com

Industry Updates

Update on the recently published draft statutory instrument on the electricity trading arrangements provided by Rob Selbie, BEIS

Rob Selbie presented on the recently published draft statutory instrument on the electricity trading arrangements and took questions from stakeholders.

<https://www.legislation.gov.uk/ukdsi/2021/9780348221824/contents>

- This SI is required to implement new cross-border electricity trading arrangements at the day-ahead market timeframe between the UK and EU, in accordance with provisions in the UK/EU Trade and Cooperation Agreement ('TCA').
- The SI places obligations on Transmission System Operators ('TSOs') to develop technical procedures for the new cross-border electricity trading arrangements, and for TSOs and Relevant Electricity Market Operators ('REMOs') to cooperate during the development of the procedures.
- Section 31 of the European Union (Future Relationship) Act 2021 allows the Department to make provision by regulation to implement the TCA.
- This SI also provides the Office of Gas and Electricity Markets ('Ofgem') with powers to enforce these duties and places a duty on Ofgem to determine how costs associated with these duties are to be shared, allocated and recovered.

Update on progress of ACER MoU provided by Catherine Contiguglia, Ofgem

Catherine Contiguglia provided a brief update on progress of ACER MoU and took questions from stakeholders.

- Work on administrative arrangements with ACER progressing. These arrangements look to set out terms of engagement between ACER and UK regulatory authorities – UR and Ofgem. We are engaging with TSOs as their cooperation arrangements with ENTSOs are developed to work towards consistency as needed between the regulatory and TSO administrative arrangements.

- Ofgem was asked a question at the last JESG regarding consultation on technical procedures developed by TSOs for new trading arrangements, and agreed to provide a response at this JESG. We understand that TSOs will be consulting on proposed technical procedures which are under development, and we are in favour of strong stakeholder engagement on these procedures as they are developed. We are considering whether there are any further consultation needs, and will continue to engage with JESG as procedures are developed.
- In relation to cost allocation for new cross-border trading arrangements – the draft SI published by BEIS puts responsibility on Ofgem for the allocation and recovery of costs related to the development and implementation of the technical procedures on DA trading arrangements as they relate to GB TSOs and relevant market operators. WE are currently developing our policy position and once an SI enters into force we will consult on the approach in due course. We have agreed to share an indicative timeline with JESG.

Update on the Trade and Cooperation Agreement provided by Tom Ireland, NGESO

Tom Ireland presented on the Trade and Cooperation Agreement and took questions from stakeholders.

- NGESO was asked what the order of magnitude the costs would be for the implementation of the Trade and Cooperation Agreement and how such costs would be recovered for Great Britain. NGESO confirmed that this would be a regulatory matter for Ofgem to resolve and committed to informing JESG once there is clarity on this topic.

AOB

Next Meeting and Future Agenda Items

- The next JESG meeting will be **11 May 2021** starting at 10am.
- Stakeholders are invited to submit agenda items and presentation material for this meeting by **30 April 2021** or any future meetings to the Technical Secretary by emailing: box.europeancodes.electricity@nationalgrideso.com.

Future agenda items suggested for as follows:

- May 2021 – CBA update – National Grid Ventures
- May 2021 – Draft timeline - Ofgem

Action Log

The Technical Secretary noted the JESG Standing Actions and updates on current actions.

Standing Actions				
ID	Topic	Lead Party	Status	Source
S1	Continue to review the membership of the JESG and engage additional industry parties where appropriate.	JESG Chair	Standing Item	JESG S3
S2	Prepare a commentary / comparison document between the Network Code and the existing GB arrangements at appropriate stages in the Code development for each Network Code.	NGESO / Ofgem / BEIS	Standing Item	JESG S1
S3	Share any intelligence about how other member states are approaching demonstrating compliance through information gained from other government departments, regulators or parent companies.	BEIS / Ofgem / Industry parties with European parent companies	Standing Item	ECCAF 3/2

New & Open Actions				
ID	Topic	Lead Party	Status	Update
117.	JESG to be updated on SQSS and Grid Code Modifications	NGESO	Open	NGESO Technical Code team representative to be invited to future JESG meetings to update JESG.
131.	GB Interconnectors Capacity Calculation Methodology (NTC) Wider Policy Queries – 4) Better understanding on the potential impact on BSUoS and wider impacts on the wholesale market.	Claire Huxley (NGESO)	Open	Currently being progressed at two weekly meetings with interested parties.
132.	Update of the Grid Code changes for ramping as part of SOGL A118/119	Claire Huxley (NGESO)	Open	To be discussed in May at the Grid Code Development Forum (GCDF) with a Grid Code modification to be raised shortly afterwards.

Recently Closed Actions				
ID	Topic	Lead Party	Status	Update

Meeting Attendees

Name	Company
Garth Graham (Acting Chair)	SSE Generation
Andrew Hemus	JESG Technical Secretary
Rob Selbie	BEIS
Catherine Contiguglia	Ofgem
Tom Ireland	NGESO
Kevin Anaafi-Brown	BEIS
Helen Stack	Centrica
Heidi Ranscombe	Citizens Advice
Tom Edwards	Cornwall Insight
Chris Wood	ELEXON
Howard Wright	Epex Spot
Spyros Karamitsos	IEEE
Claire Huxley	NGESO
Joseph Henry	NGESO
Shalini Suthasan	NGESO
Gareth Pearce	National Grid Ventures
Mark Duffield	National Grid Ventures
Graz Macdonald	Viridis Power