

## Headline Report – 27 August 2021

### Connection and Use of System Code (CUSC) Panel

The CUSC Panel Headline Report is produced after every CUSC Panel and aims to provide an overview of the key decisions made. Minutes for this meeting will be published separately.

### Approval of Panel Minutes

The meeting minutes from the CUSC Panel on 30 July 2021 and the Special Panel on 6 August 2021 will be presented for approval at the CUSC Special Panel on 14 September 2021.

### Prioritisation Stack

For each Modification in the prioritisation stack, Panel have determined if the Priority is “High”, “Medium to High”, “Medium”, “Low” to “Medium or Low”. Panel continue to review the prioritisation stack on a monthly basis and every quarter hold a more in-depth review (ahead of this review, Proposers will be asked to provide updated justification against the prioritisation criteria). This in-depth review will next be carried out at our October 2021 Panel.

At August 2021 Panel, the CUSC Panel discussed the prioritisation of the following Modifications:

Modification	Comments	Position in Prioritisation Stack
<b>CMP315/CMP375</b>	At August 2021 Panel, a Panel Member challenged whether or not CMP315 and CMP375 should remain as High as, in their Access SCR consultation, Ofgem have alluded to a wider TNUoS review and therefore progressing at the current pace may result in wasted work. Whilst some Panel Members agreed with this concern, they noted that Ofgem's thinking is at an early stage and therefore agreed to leave CMP315 and CMP375 as High in the prioritisation stack.	Unchanged at “High”

The full discussions on each Modification can be found [here](#).

### New Modifications

1 new Modification Proposal was presented for consideration.

#### **CMP378 ‘Market-wide Half- Hourly Settlement (MHHS) Implementation and Governance Arrangements’**

**CMP378** seeks to insert a new Clause into the CUSC to place an obligation on the ESO and Code Admin to comply with the obligations insofar as these apply to them under Section C12 (Market-wide Half-Hourly Settlement Implementation) of the Balancing and Settlement Code (BSC).

Panel noted that **CMP378** will follow the AUTHORITY LED SCR MODIFICATION process as set out in CUSC 8.17B, They also agreed that **CMP378** should follow standard governance route and proceed straight to Code Administrator Consultation. The Code Administrator Consultation was issued on 31 August 2021 and will close 5pm on 14 September 2021.

**CMP378** documentation can be located via the following link:

<https://www.nationalgrideso.com/industry-information/codes/connection-and-use-system-code-cusc-old/modifications/market-wide-half>

## New / Pending Authority Decisions

Ofgem provided an update on Modifications that are currently awaiting their decision or have been decided upon since CUSC Panel on 30 July 2021:

Modification	What this does	Decision Date
<b>CMP326</b>	Introduce a cap on the MW element in the holding payment calculation for Frequency Response provided by sites with Power Park Modules (PPMs)	Decision received 10 August 2021 approving the <b>CMP326</b> Original – to be implemented 1 December 2022

## Awaiting Decisions

Ofgem did provide an update at Panel on the Modifications awaiting decision. However, since 4 May 2021 Ofgem have published a table that provides the expected decision date, or date they intend to publish an impact assessment or consultation, for code modifications/proposals that are with them for decision. This was last updated on 9 July 2021 and is published [here](#). The CUSC position is summarised below:

Modification	What this seeks to achieve	Expected Decision Date
<b>CMP335/336 and CMP343/340</b>	Proposes the methodology for Transmission Demand Residual charges to be applied only to 'Final Demand' on a 'Site' basis, as well as how to treat negative locational charges and the application of any charging bands.; CMP335/336 looks at the Transmission Demand Residual billing and consequential changes	Expected decision dates for all these Modifications was 27 August 2021; however Ofgem confirmed at CUSC Panel on 27 August 2021 that this date will not be met and will advise on the new expected decision date as soon as possible.

<b>CMP292</b>	Introduces a cut-off date for changes to the Charging Methodologies	30 September 2021 (previously 30 June 2021) as Ofgem consider this to be low priority
<b>CMP371</b>	Seeks to update CUSC Section 8 such that it is possible, under one CUSC Modification Proposal, to change CUSC provisions relating to Connection Charges, and Use of System Charging Methodologies alongside non-charging provision	Final Modification Report received 7 July 2021 – expected decision date 29 September 2021
<b>CMP370</b>	Seeks to align the CUSC with the new Interactivity policy that has been developed collaboratively with industry through the Energy Networks Association (ENA) Open Network Projects	Final Modification Report received 13 August 2021 – expected decision date 20 September 2021

### In flight Modifications

Please refer to latest Modification Tracker for an update on each in flight Modification. This is published monthly at <https://www.nationalgrideso.com/industry-information/codes> and will be published on 7<sup>th</sup> of the following month or the next working day thereafter.

### Draft Final Modification Reports

None presented this month

### Workgroup Reports

None presented this month

### Questions or feedback?

**Code Administrator Representative:** Paul Mullen, *Code Administrator*

**Panel Secretary:** Ren Walker, *Code Administrator*

**Email:** [cusc.team@nationalgrideso.com](mailto:cusc.team@nationalgrideso.com)