

Code Administrator Meeting Summary

Meeting name: CMP286 and 287 Workgroup 9

Date: 24 February 2022

Contact Details

Chair: Paul J Mullen

Contact details: Paul.Mullen@nationalgrideso.com

Proposer: Niall Coyle

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Key areas of discussion

- CMP286/CMP287 seeks to improve TNUoS predictability through increased notice of the Target Revenue (CMP286) and inputs (CMP287) used in the TNUoS Tariff Setting Process and proposes to fix the Target Revenue and certain inputs 15 months ahead of TNUoS tariffs going live.
- The Chair proposed the need for a further Workgroup prior to the Workgroup Consultation being issued. Although this means the Workgroup Report will now be presented to June 2022 Panel rather than May 2022 Panel, the date that the Final Modification Report is issued to Ofgem is unaffected.
- The Proposer re-shared their analysis (to include non-Covid years) to support their view that there have been significant changes in both revenue and volume inputs between the ESO's forecasts over a short period of time. This will be added to the Workgroup Consultation.
- The ESO Workgroup Member confirmed that their tariff setting process would not change if the Original proposal was implemented assuming they would receive the same level of inputs and granularity as they do now; however they suggested that the "ESO pass-through" costs (~£50m) should not be fixed 15 months ahead of TNUoS tariffs going live and are considering an alternative proposal on this basis.
- The Workgroup agreed the general structure of the Workgroup Report and agreed the skeleton of some potential Workgroup Consultation questions, which will be further developed ahead of the next Workgroup.

- The Workgroup agreed it was important that the ESO / Transmission Owner conversations continued to flesh out the STC impacts.

Actions

Action Number	Action	Owner	Due by	Status
1	Obtain agreement of revised Timeline at Panel and issue revised invitations	Paul Mullen/Sally Musaka	16 March 2022	Open – Panel agreed to revised timeline, invitations for all subsequent Workgroups to be issued
2	ESO and Transmission Owners to meet to identify STC / STCPs impacts	Richard Woodward, Victoria Macleod and Nicola White	23 March 2022	Open
3	Update analysis to make labels clear and provide commentary to support conclusions	Niall Coyle	16 March 2022	Open
4	Share the draft Workgroup Consultation and Workgroup Consultation questions with workgroup members for review and comment ahead of Workgroup on 23 March 2022	Paul Mullen	16 March 2022	Open
5	Share draft of legal text at the meeting on 23 March 2022	Nicola White	23 March 2022	Open
6	Provide view as to whether or not a licence change may be required for the Transmission Owners	Richard Woodward and Victoria Macleod	23 March 2022	Open
7	Provide view as to whether or not a licence change may be required for the ESO	Jo Zhou	23 March 2022	Open

Next Steps

The next Workgroup will be on **23 March 2022** – the focus of these is to finalise the solution(s) to be consulted on, review legal text, review draft Workgroup Consultation, and agree Workgroup Consultation questions.

Attendees

Name	Company	Role
Paul Mullen	Code Admin	Chair
Sally Musaka	Code Admin	Technical Secretary
Richard Woodward	NGET	Workgroup Member
Niall Coyle	EON	Proposer
Victoria Macleod	SHE Transmission	Workgroup Member Alternate
Simon Vicary	EDF Energy	Workgroup Member
Nicola White	National Grid ESO	Workgroup Member
Jo Zhou	National Grid ESO	Workgroup Member
Craig Pollock	SHE Transmission	Workgroup Member
Paul Youngman	Drax	Workgroup Member Alternate
Andrew Colley	SSE Generation	Workgroup Member
Paul Bedford	Drax	Workgroup Member Alternate
Andrew Malley	Ofgem	Observer