

Joint European Stakeholder Group



Tuesday 14 June 2022
Meeting 67

1. Welcome & Introductions

Garth Graham
Independent Chair

Agenda

	Title	Lead	Time
1.	Welcome & Introductions	Chair	10:00 - 10:05
2.	NGESO TCA Update - Capacity calculation and RD CT	Osaaf Syed, NGESO	10:05 - 10:15
3.	TCA - Cross Border Balancing update	Chris Parsons, NGESO	10:15 - 10:25
4.	CEP Article 6(4) update - Pricing Methodology walk through	Joseph Henry, NGESO	10:25 - 10:40
5.	P412 verbal update	Jamie Webb, NGESO	10:40 - 10:45
6.	Review of Actions log	Andrew Hemus, Tech Secretary	10:45 - 10:50
7.	Future Meeting Dates & Agenda Items	Andrew Hemus, Tech Secretary	
8.	Stakeholder Representation	Chair	
9.	Any Other Business	All	10:50 - 11:00

2. NGENSO TCA Update – Day Ahead Capacity Calculation and Redispatch and Countertrading (verbal)

Osaaf Syed, NGENSO

Day Ahead Capacity Calculation

Activities Overview

Activities	Detail
Review of the DACC Options	The UK TSOs are continuing to review the DACC Options and assessing the pros and cons of each option.
Reviewing the Stage Gate Timeline	UK TSOs reviewing the stage gate timeline to understand all stages required for implementation of the day ahead capacity calculation process.
Reviewing and sharing views on the NTC Calculation factors	UK TSOs have been reviewing and raising questions on the NTC Calculation Factors document produced by NGENSO in the UK WG. NGENSO currently reviewing comments and questions and will be sharing a document with responses in the coming days.

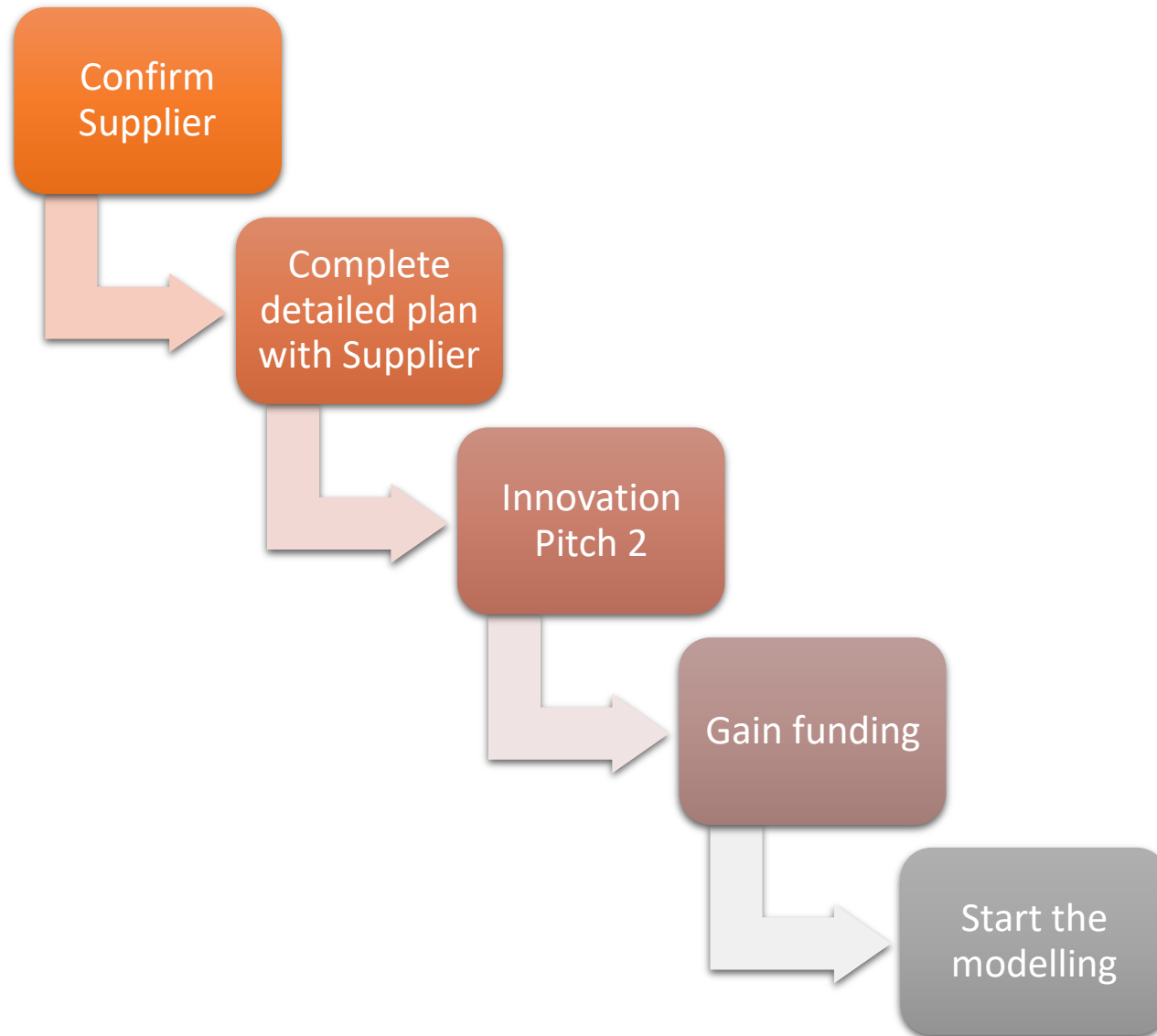
3. TCA Update - Cross Border Balancing

Chris Parsons, NGENSO

CBB Next Steps

Next Steps	Status	Timeframes
CBA / Modelling –Continue to work towards gaining funding to starting the project. Work with the supplier to agree deliverables and timeline before work commences.	In progress	July – Dec
Communication Strategy – Working through with our internal teams to develop a best in class strategy to speak to UK industry.	In progress	July – Dec
EU TSO's – Continuing to engage with EU TSOs on a Bilateral basis.	In progress	Ongoing
Internal Engagement – Hosting internal workshop on an Ad-Hoc basis.	In progress	Ongoing

Funding Next Steps



These are the next steps of the innovation process we are working through at the moment.

4. CEP Article 6(4) update – Pricing Methodology walk through

Joseph Henry, NGENSO

Pricing Proposal (PP) – Consultation and Submission



We received approval of the GB Pricing Methodology on 20 May 2022. This was formerly known as the GB Pricing Proposal (PP). We last updated JESG on this in April 2022



Your feedback has enabled us to produce a GB Pricing Methodology which will be used moving forward to assess the most economically efficient settlement method for balancing products

Assessments

The ESO will need to complete 2 types of assessment:

i) New Product Assessment

ii) Periodic Review

Assessment 1 – New Products

- Appendix A of PP.
- Takes place for each new product
- Will form part of the EBR Article 18 Ts and Cs submission for new products

This assessment is the GB Pricing Methodology

Assessment 2 – Periodic Review (Under Development)

- Assessment to take place within 2 years of product launch
- Assessment would then take place every 3 years
- This assessment will ascertain whether the market has changed significantly enough to perform a new CBA

Assessments – Legacy Products

All products active prior to the approval of the methodology are classed as legacy products

Legacy Products do not have to undergo reassessment

The ESO will have the ability to reassess products if market conditions change significantly

Legacy products will retain their current Alternative Payment Mechanism (AMP)

Market conditions are not currently conducive for marginal settlement (Pay as Cleared)

What resources are available to help me understand the methodology?

Resources are available [here](#)

- i) **GB Pricing Methodology**
- ii) **Explanatory Document**
- iii) **Consultation Responses**
- iv) **Ofgem Decision Letter**
- v) **Process Mapping**

Questions

5. P412 verbal update

Jamie Webb, NGENSO

6. Review of Actions log

Andrew Hemus
JESG Technical Secretary

JESG Standing items

ID	Topic	Lead Party
S1	Continue to review the membership of the JESG and engage additional industry parties where appropriate.	JESG Chair
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.	NGET / Ofgem / BEIS
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

JESG Open Actions

ID	Topic	Lead Party	Status	Update
2-1	Cross Border Balancing Stakeholder engagement plan - Update JESG in March or April on the timelines, discuss thinking, interim recommendations and how NGESO is engaging with industry.	Chris Parsons (NGESO)	Open	
2-3	Day Ahead Capacity Calculation Update - Share stakeholder engagement plan for interest and to engage with wider industry at a later more appropriate date.	Osaaf Syed (NGESO)	Open	

7. Future Meeting Dates & Agenda Items

Andrew Hemus
JESG Technical Secretary

Future JESG Meetings

- As always registration is required and will be opened through the JESG Weekly updates.
- Stakeholders are invited to put forward agenda items for the forthcoming JESG meetings:

Date	Proposed Agenda Items
Tuesday 12 July	
Tuesday 9 August	
Tuesday 13 September	

8. Stakeholder Representation

All

9. AOB