

# Joint European Stakeholder Group



Tuesday 9 May 2023  
Meeting 73

# 1. Welcome & Introductions

# Agenda

	Title	Lead	Time
1.	Welcome & Introductions	Chair	10:00 - 10:05
2.	C16 and RBS update	Ruby Pelling & Alice Beddow, ESO	10:05 - 10:10
3.	FFR update	Stephen Wright, ESO	10:10 - 10:20
4.	C28 verbal update	Osaaf Syed, ESO	10:20 - 10:30
5.	Multi-Region Loose Volume Coupling (MRLVC)	National Grid Ventures	10:30 - 10:40
6.	Review of Actions log	Andrew Hemus, Tech Secretary	10:40 - 10:45
7.	Future Meeting Dates & Agenda Items	Andrew Hemus, Tech Secretary	
8.	Stakeholder Representation	Chair	10:45 - 10:55
9.	Any Other Business	All	

## **2. C16 and RBS update**

Ruby Pelling & Alice Beddow, ESO

# C16 & Relevant Balancing Services (RBS) Guidelines Update

Proposed changes which were consulted on with industry are now live on our ESO [C16](#) website and [EMR Delivery Body Website](#).

Thank you to any stakeholders who engaged with the consultation process this year.

## Next Steps

- Assessing any C16/RBS requirements ahead of winter 23/24
- Preparations for the next annual C16 review 2023/24; industry forum held typically in November

To remain up to date with any further reviews of the C16 Statements and RBS Guidelines please sign up to our dedicated mailing lists:

- [C16 mailing list](#)
- [RBS Guidelines mailing list](#)

# 3. FFR update

Stephen Wright, ESO

# FFR derogation Ofgem decisions

## Static and Dynamic FFR

- Within the broader context of FFR phase out, a number of derogation requests were submitted to Ofgem earlier in the year.
- A Dynamic FFR (DFFR) derogation request from the requirements of CEP Article 6(9) was submitted to extend the life of the dynamic component of the existing FFR product. Specifically, the request concerned the bundling of upwards and downwards capacity, and the requirement to contract no more than one day ahead.
- An EBR Article 32(3) exemption request was submitted for DFFR, also for bundling of upwards and downwards capacity.
- A derogation request from the requirements of CEP Article 6(2) was submitted for a new day ahead SFFR product, compliant with CEP in every way except the utilisation price being predetermined, albeit at £0.
- The DFFR derogation was granted for 12 months out of 1<sup>st</sup> April 2023.
- The SFFR derogation was granted for the duration deemed necessary to use the product. However, the expectation is on ESO to continually monitor the SFFR market for the continued relevance of this derogation.

# 4. C28 verbal update

Osaaf Syed, ESO



# **5. Multi-Region Loose Volume Coupling (MRLVC)**

National Grid Ventures



national**grid**  
ventures

# MRLVC update

May 2023

# MRLVC background & progress

- The Trade & Cooperation Agreement (TCA) signed in December 2020 mandated UK and EU TSOs to assess a new form of implicit electricity cross-border trading arrangements for day-ahead to replace market coupling, so-called Multiregional Loose Volume Coupling (MRLVC);
- UK & EU TSOs contracted CEPA for support and delivered a CBA in April 2021. The CBA included 2 potential options for MRLVC implementation, and assessment on the costs & benefits and risks;
- The TSOs awaited next steps from the EC and DESNZ, which were received in February 2023 in the form of technical questions on the CBA;
- EU & UK TSOs are working together on preparing the response to the technical questions with the support of CEPA consultancy for data collection, technical analysis and modelling;
- Regular exchanges with government representatives and regulatory authorities are taking place on both EU & UK side to discuss progress;
- Responses to the technical questions are due in July 2023.

# 6. Review of Actions log

Andrew Hemus  
JESG Technical Secretary

# JESG Standing items

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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

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ID	Topic	Lead Party	Status	Update

# 7. Future Meeting Dates & Agenda Items

Andrew Hemus  
JESG Technical Secretary

# Future JESG Meetings

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- 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 13 June	
Tuesday 11 July	
Tuesday 8 August	



# 8. Stakeholder Representation

All

# 9. AOB