Code Administrator Meeting Summary

Meeting name: CMP434 & CM095 Workgroup 23

Date: 17/09/2024

Contact Details

Chair: Claire Goult Claire.Goult@nationalgrideso.com

Proposer: Ruby Pelling ruby.pelling@nationalgrideso.com

Key areas of discussion

The key areas in Workgroup 23 were to review Alternative Requests, Draft Legal Text Discussion, and the OFGEM open letter. The Chair noted quoracy and began the Workgroup.

A Workgroup member asked about ESO templates going in the Methodologies, the ESO stated these templates are the self-declaration documents.

OFGEM Open Letter

A Workgroup member asked the ESO to clarify what they were going to propose in the future as the open letter insinuated that the ESO would raise further proposals. A Workgroup member asked if OFGEM were set on continuing with the Methodologies approach rather than setting out all of the details in the Codes, an Authority Representative stated that was their current intent.

Draft Legal Text Review

The Chair handed over to the ESO's Legal SME to present the draft text, where comments left by Workgroup members were discussed to see if further clarification was required. Workgroup members debated on whether Bay Reservation should only apply to new connection sites, rather than all connections sites. Workgroup members discussed if having the Methodologies determining terms and conditions of a connection agreement was legally robust. DNO Workgroup members raised concerns on only having 10 business days to hand over information on Embedded Distributed prospective connections, and what exactly the Legal text said their obligations are. Workgroup members asked about the dispute process for Embedded Generation, and what the compensation would be for an applicant that was found to have met the requirements but now missed their Gate window.

Alternative request review

Slides on Alternative Request 26 were presented by SSE Generation. Workgroup members asked if this proposal would have users show their land rights, the Alternative Proposer stated not during the gates but during the queue management milestones. A Workgroup member asked how Embedded Generation would be treated in this Alternative, the Alternative Proposer stated that these projects would likely be dealt with by CP30, and that they would come back in a future Workgroup with a developed answer. Workgroup members showed concerns that this Alternative may be too dependent on CP30 being developed by the end of the year, as they do not think CP30 will be ready by then.

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Workgroup members debated how the financial aspect of this Alternative could have impacts on how projects apply for connections.

Alternatives 7 and 9 have been withdrawn.

<u>Actions</u>

Actions 22, 41, 43, 50, 53, 55, 57, 62, 63, 64, 68, 71, 74, and 76 were closed.

Action 49 was kept open so the ESO could provide more depth.

Next steps

Actions to be circulated to Workgroup members.

Actions

| Action number | Workgroup Raised | Owner | Action | Comment | Due by | Status |
|------------------|---------------------|-------|---|---|--------|--------|
| 11 | WG2 | All | Add agenda time to respond to papers provided by Workgroup members | Ongoing | WG4 | Open |
| 20 | WG6 | JN/AQ | Consider legal perspective on NESO designation | To remain open until legal text review 17/9 | TBC | Open |
| 22 | WG6 | RP | Consider if an impact assessment by the ESO on the proposed solution is achievable within the current timescales | The necessary analysis will be provided to Ofgem as and when they require it but this will be outside of the code process | TBC | Closed |
| 24 | WG7 | MO | Consult ESO legal team to consider using existing legal definitions for clarification (substantial modification) and reconsider terminology being used (material/significant/allowable) | To remain open until legal text review 17/9 | TBC | Open |
| 31 | WG9 | MO | More detail requested by Workgroup to make a judgement on Connection Point and Capacity Reservation (including offshore) | To remain open until legal text review 17/9 | TBC | Open |
| 35 | WG10 | AC/AQ | ESO to confirm whether additional uncertainty clauses (which have been appearing in offers recently) will remain | | TBC | Open |
| 38 | WG11 | MO | Updated Action: To expand on licence change conditions/obligations, including any suggested | ESO not drafting licence text suggestions | TBC | Open |

| | | | changes to the Licensed offer timescales | | | |
|----|------|-------|--|--|------|--------|
| 40 | WG11 | RF | To share licence changes programme timescales with Workgroup | | TBC | Open |
| 41 | WG12 | PM | To share analysis/feedback which informs the Gate 2 period offer acceptance to submission of application for Planning Consent | SME view – DNV analysis did not add anything further, no public data available. Credible data sources were timings provided by WG and consultation respondents | TBC | Closed |
| 43 | WG16 | DH/GL | Investigate whether changes are required to STCP 18-7 based on the CMP434 solution | Changes not considered to be required to STCP 18-7 | ASAP | Closed |
| 49 | WG17 | MO | Updated action: SMEs to share a short summary of the methodologies and the underlying principles of this modification. This should include a plan for development of methodologies, including timescales and engagement with stakeholders. | Ongoing discussion with Ofgem | TBC | Open |
| 50 | WG18 | AQ | Provide the ESO view on the legal position associated with Element 1 of the Proposal in the context of the Ofgem decision-making process on code change | Draft Legal Text provided | TBC | Closed |
| 51 | WG18 | НМ | Provide further explanation/evidence on the perceived flexibility / timing differences between changing the content of a methodology and changing the content of a code. | | TBC | Open |
| 53 | WG18 | DD/SG | Clarify whether developer requested changes within a Significant Modification Application could potentially be so significant that they result in an application having to be | be so significant | TBC | Closed |

| | | | restarted or having the contract terminated, etc | not retain their contracted 'queue' position | | |
|----|------|----|--|--|-----|--------|
| 55 | WG18 | DD | Re-review consultation feedback specific to the ESO position on any Non-GB Projects (as consulted on within the WG Consultation) and either confirm that the position still remains unchanged or confirm new position to the Workgroup. | SME – amended position is within the redline text | TBC | Closed |
| 56 | WG18 | MO | Confirmation of whether financial instruments will be raised as a separate modification. | ESO are currently performing an options assessment, and outcome of that (i.e. the specific option we proceed with) will dictate the timelines that we will need to follow. | TBC | Closed |
| 57 | WG18 | AQ | Consider Innova response and confirm whether ESO feels that Element 9 is consistent with Electricity Regulations in terms of discrimination. | Draft Legal Text provided | TBC | Closed |
| 58 | WG18 | PM | Clarify whether anything in Proposal could allow the Gate 2 criteria to be amended and applied retrospectively i.e. with a Gate 2 project then no longer being a Gate 2 project, even where it is complying with its ongoing compliance obligations. | | TBC | Open |
| 59 | WG19 | PM | Element 11 – Produce examples to provide clarification to the Workgroup (slide 25) on how using installed capacity could work in practice | No update | TBC | Open |

| 60 | WG19 | PM | Element 11 – Consider Workgroup Member request to provide analysis to show which projects could benefit from the Proposals (slide 26) to have a milestone adjustment ability for ESO e.g. where a developer asks for an earlier date and gets a later date, or asks for and gets a later date (but this is due to a normal programme timescales e.g. mega projects) to avoid unintended outcomes. | No Update | TBC | Open |
|----|------|--------|---|--|-----|--------|
| 61 | WG19 | RPa/MO | Element 17 - To confirm BEGA application information i.e. in relation to what happens where a relevant small or medium EG project gets a different GSP to what they expected (as a result of the Gate 2 process and via the DNO) (Garths question) | GG content with RPa email response? | TBC | Closed |
| 62 | WG19 | RPa | Element 17 – To provide a pictorial representation of BEGA/BELLA process as proposed | Update provided in WG22 | TBC | Closed |
| 63 | WG19 | Rpa | Element 17 – Create an additional swimlane/s for chevron diagram for BEGA/BELA | Update provided in WG22 | TBC | Closed |
| 64 | WG20 | Rpa | Element 17 - To produce prescribed timelines/timescales (Garths request as per slide 13) for both small and large | Update provided in WG22 | TBC | Closed |
| 66 | WG19 | MO | More information on timeline on CP30 plans/impacts to be shared once the are available (to compare to the code change programme, including voting timetable). | | TBC | Open |
| 67 | WG20 | PA/JI | Offline discussion regarding Alternative Request 3 proposal | Considered but declined – request info from members | TBC | Closed |

| | | | | land/planning experts or raise Alternative to suggest different time sales | | |
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| 68 | WG20 | МО | Consider workshops to allow discussion time for forward looking milestones and expectations for planning | | TBC | Open |
| 71 | WG21 | AP | ESO to confirm whether in practice new GSPs (related to DNOs or Transmission connected iDNOs) will ever not have relevant EG associated with them in future | Update from AP WG22 | TBC | Closed |
| 72 | WG21 | TE/CH | Amend Alternative Request Proposal 22 and feedback to Workgroup | | TBC | New |
| 73 | WG21 | LH | Provide analysis/evidence of the impact of Alternative Request 23 (NGED) and consider Alternative ways of solving the issue e.g. more windows (PY comment) | | TBC | New |
| 74 | WG21 | LH/HS | Proposers of Alternative Requests 8 and 23 to liaise and consult on whether proposals may be merged | Agreed to retain two separate requests but amended to be more aligned | TBC | Closed |
| 75 | WG21 | AQ/LH | RE – Alternative Request 23 - To consult legal teams as to whether a 10- or 20- day obligation is most appropriate within the CUCS or in the licence | | TBC | New |
| 76 | WG21 | MO | Provide Workgroup feedback to the ESO Policy and Change team on the absence of wider industry consultation on the Technology Change Guidance Paper | Feedback has been provided to the team who are considering it | TBC | Closed |
| A 44 . | | | | | | |

Attendees

Meeting summary

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| Name | Initial | Company | Role |
|--------------------|---------|---|--------------------------|
| Claire Goult | CG | Code Administrator, ESO | Chair |
| Lizzie Timmins | LT | Code Administrator, ESO | Chair |
| Andrew Hemus | АН | Code Administrator, ESO | Tech Sec |
| Stuart McLarnon | SM | Code Administrator, ESO | Tech Sec |
| Graham Lear | GL | ESO | Proposer |
| Ruby Pelling | RP | ESO | Proposer |
| Rory Fulton | RF | Ofgem | Authority Representative |
| Alison Price | AP | ESO | SME |
| Angela Quinn | AQ | ESO | SME |
| Michael Oxenham | MO | ESO | SME |
| Paul Mullen | PM | ESO | SME |
| Alex Ikonic | Al | Orsted | Workgroup Member |
| Allan Love | AL | SPT | Workgroup Member |
| Andy Dekany | AD | NGV | Workgroup Member |
| Barney Cowin | ВС | Statkraft | Workgroup Member |
| Ben Adamson | ВА | Low Carbon | Workgroup Member |
| Bill Scott | BS | Eclipse Power Networks | Workgroup Member |
| Brian Hoy | ВН | Electricty North West Limited (ENWL) | Workgroup Member |
| Claire Hynes | СН | RWE Renewables | Workgroup Member |
| Claire Witty | CW | Scottish Power Energy Networks | Workgroup Member |
| Deborah MacPherson | DM | Scottish Power Renewables | Workgroup Member |
| Donald Fu | DF | NatPower Marine | Workgroup Member |
| Garth Graham | GG | SSE Generation | Workgroup Member |
| Grant Rogers | GR | Qualitas Energy | Workgroup Member |
| Greg Stevenson | GS | SSEN Transmisson (SHET) | Workgroup Member |
| Helen Stack | HES | Centrica | Workgroup Member |
| Hugh Morgan | НМ | Green Generation Energy Networks Cymru Ltd | Workgroup Member |
| Joe Colebrook | JC | Innova Renewables | Workgroup Member |
| Kyran Hanks | KH | CUSC Panel member | Workgroup Member |
| Laura Henry | LH | NGED | Workgroup Member |
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Meeting summary

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| LS | Northern Powergrid | Workgroup Member |
|-----|---------------------------------|---|
| MF | Sembcorp Energy (UK) Limited | Workgroup Member |
| MB | Lightsourcebp | Workgroup Member |
| MH | Fred Olsen | Workgroup Member |
| RS | FRV TH Powertek Limited | Workgroup Member |
| RW | NGET | Workgroup Member |
| ROS | Enso Energy | Workgroup Member |
| SA | Island Green Power | Workgroup Member |
| SG | Uniper | Workgroup Member |
| ZR | Buchan Offshore Wind | Workgroup Member |
| | MF MB MH RS RW ROS SA SG | Sembcorp Energy (UK) Limited MB Lightsourcebp MH Fred Olsen RS FRV TH Powertek Limited RW NGET ROS Enso Energy SA Island Green Power SG Uniper |