

Public

# CMP434 and CM095 Implementing Connections Reform

Workgroup Meeting 33,  
30 October 2024  
Online Meeting via Teams

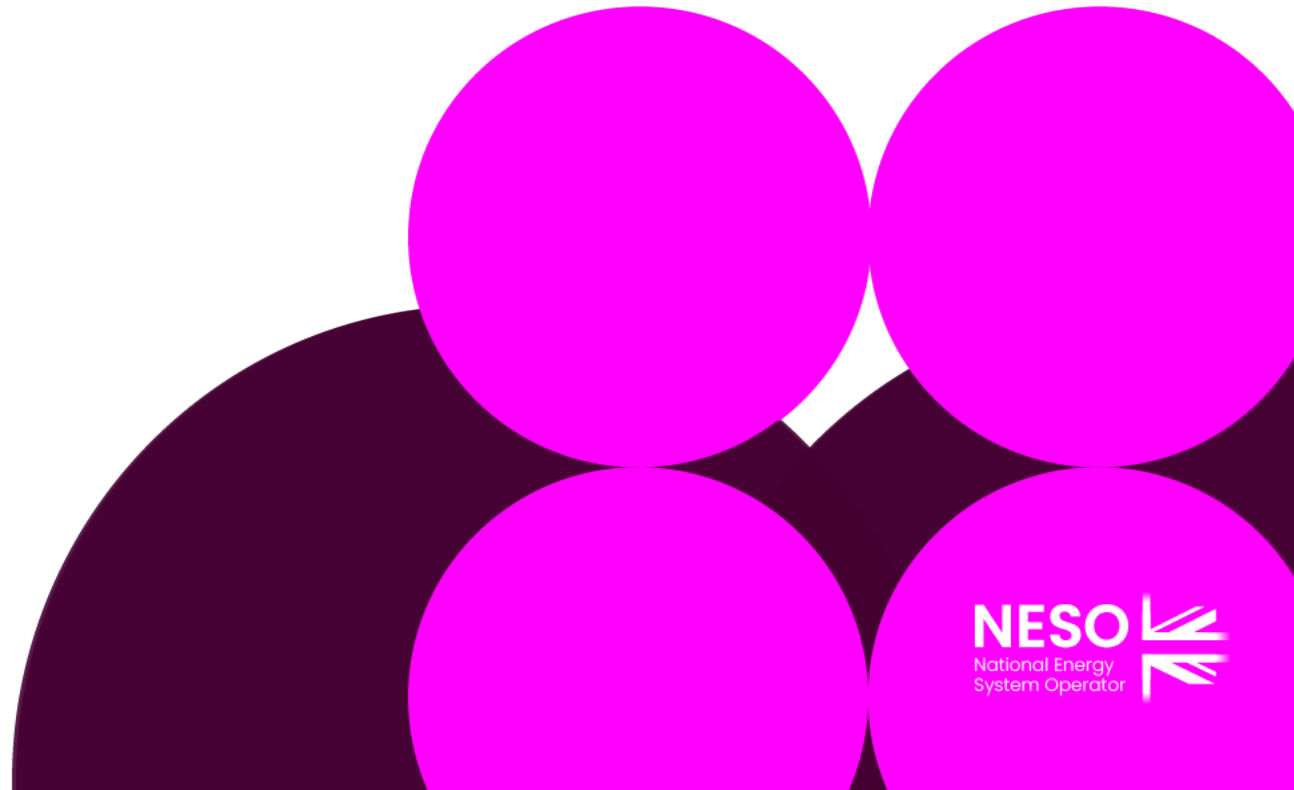
# WELCOME

# Agenda

1. Timeline
2. Scene Setting – Workgroup 33
3. CMP434 WACM Update
4. CMP434 and WACM Legal Text Update
5. CMP434 Workgroup Report Update
6. CMP434 Terms of Reference Update
7. CM095 and WASTM Legal Text Update
8. CM095 Workgroup Report Update
9. CM095 Terms of Reference Update
10. Action Log Review
11. Any Other Business
12. Next Steps

# Timeline

Claire Goult – NESO Code Administrator



# CMP434/CM095 Timeline

Pre-Workgroup	
Proposal raised	19/04/2024
Proposal submitted to Panel	26/04/2024
Workgroup Nominations	26/04/2024 - 02/05/2024
Urgency Decision	01/05/2024
Workgroups	
Workgroup 1	07/05/2024
Workgroup 2	14/05/2024
Workgroup 3	16/05/2024
Workgroup 4	22/05/2024
Workgroup 5	28/05/2024
Workgroup 6	05/06/2024
Workgroup 7	11/06/2024
Workgroup 8	13/06/2024
Workgroup 9	18/06/2024
Workgroup 10	20/06/2024
Workgroup 11	25/06/2024
Workgroup 12	01/07/2024
Workgroup 13	04/07/2024
Workgroup 14	11/07/2024
Workgroup 15	16/07/2024
Workgroup 16	18/07/2024
Workgroup Consultation	25/07/2024 - 06/08/2024
Workgroup 17	13/08/2024
Workgroup 18	19/08/2024
Workgroup 19	20/08/2024
Workgroup 20	27/08/2024
Workgroup 21	03/09/2024

Workgroup Continuation		Key Objectives*
Workgroup 22	11/09/2024	CMP434 Alternative Request Review and update/RFI/ CMP434 and CM095 Terms of Reference Review
Workgroup 23	17/09/2024	CMP434 Draft legal Text discussion/Alternative Request Update/Query Log Update/Action Log Review
Workgroup 24	23/09/2024	CMP434 Draft Legal Text discussion /Alternative Requests finalised and Action Log Review
Workgroup 25	25/09/2024**	CMP434 Alternative Request Update and Vote
Workgroup 26	30/09/2024	CMP434 Draft legal Text Discussion / CM095 Solution Discussion
Workgroup 27	08/10/2024	TMO4+ and DNO/ENA Update CMP434 Workgroup Report Discussion/ToR
Workgroup 28	09/10/2024	CMP434 WACM Discussion/ STC CM095 Draft Workgroup Report Discussion
Workgroup 29	14/10/2024	CM095 Draft Legal Text Discussion, WASTMs and STCPs/ Potential STCPs/CM095 Terms of Reference Review CMP434 WACM Discussion continued
Workgroup 30	15/10/2024	CM095 Legal Text Discussion continued/ CMP434 Draft Legal Text Discussion/CM095 ToR discussion
Workgroup 31	21/10/2024	Meeting cancelled – Time for members to review legal text
Workgroup 31	22/10/2024	CMP434/CM095 Workgroup Report Discussion/ CMP434/CM095 ToRs
Workgroup 32	23/10/2024	CMP434/CMP434 WACM Legal Text/CM095 Legal Text
Workgroup 33	28/10/2024 30/10/2024	Finalise CMP434 and WACM Legal Text/Finalise CM095 and WASTM legal Text/Finalise WG Report
Workgroup XX	31/10/2024	CMP434/CMP435 Placeholder if required
Workgroup 34	04/11/2024	Complete sign of ToR and <b>Workgroup Vote</b> CMP434/CM095

Post Workgroups		Key info
<b>Workgroup Report submitted to Panel</b>	<b>05/11/2024</b>	
Panel to agree whether ToR have been met	08/11/2024	Special Panel to be arranged
Code Administrator Consultation	11/11/2024 - 22/11/2024	9 Business Days
Code Administrator Consultation Analysis and DFMR generation	25/11/2024 - 12/12/2024	13 Business Days
Draft Final Modification Report to Panel	13/12/2024	
Panel Recommendation Vote	20/12/2024	Special Panel to be arranged
Final Modification to Ofgem	20/12/2024	
Decision Date	Q1 2025	
Implementation Date	Q2 2025	

# Workgroup 33 Scene Setting

Ruby Pelling – Proposer

# Meeting Objectives

## What is the focus of the meeting?

- Finalise CMP434 and WACM legal text
- Finalise CM095 and WASTM legal text
- Finalise Workgroup Report and Terms of Reference

## What is the ask of the Workgroup?

- Clarification questions and feedback on any materiality issues with legal text only
- Highlight any specific requirements to meet outstanding Terms of Reference

## What is the desired meeting output?

- To finalise the legal text
- To finalise the Workgroup report

## What should not be discussed?

- Discussion on Clean Power 2030, Financial Instruments, Methodologies outside of any TMO4+ update

# CMP434 WACM Update

Claire Goult – NESO Code Administrator



# CMP434 and WACM Legal Text Update

Claire Goult – NESO Code Administrator

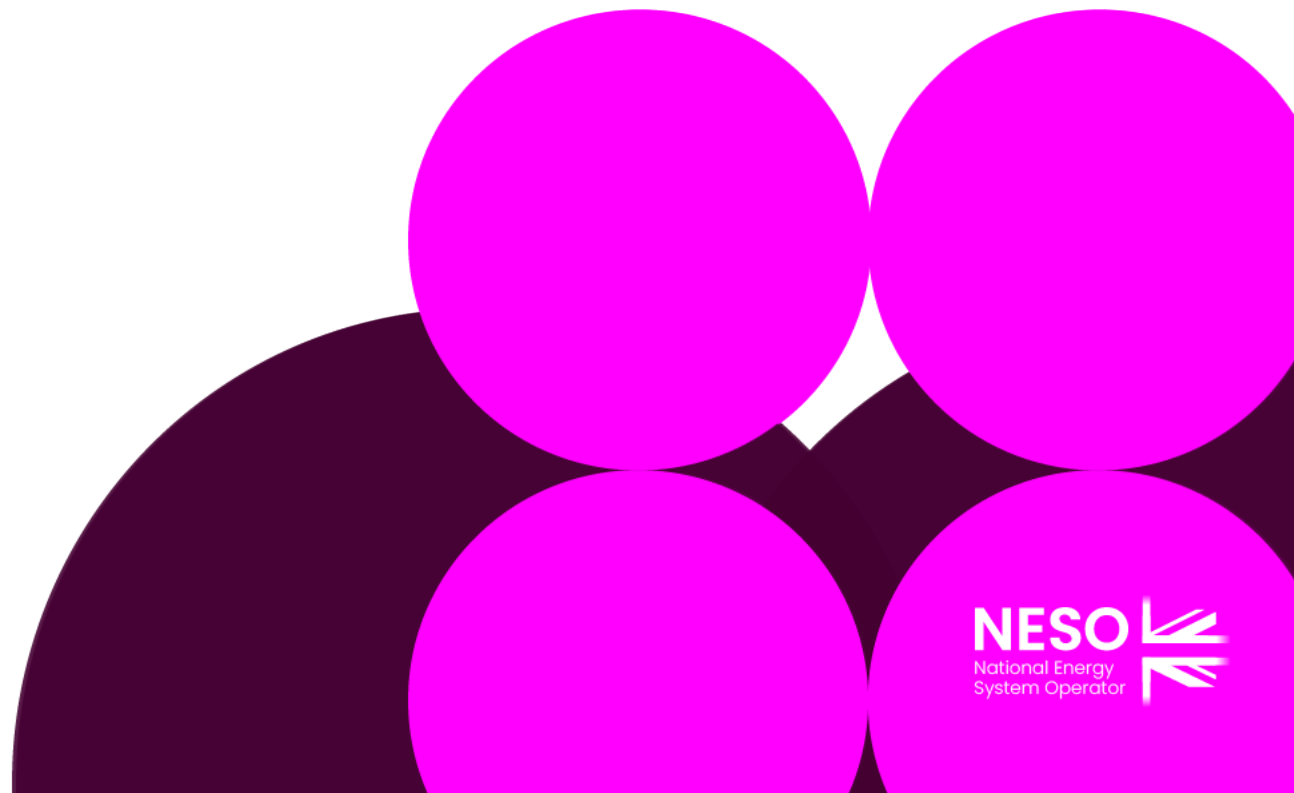
# CMP434 Workgroup Report Update

Claire Gault – NESO Code Administrator

# CMP434 Terms of Reference Review

Claire Goult – NESO Code Administrator

RAG Status
ToR Completed
Discussions ongoing but on track to meet ToR by Workgroup Report
Not on track to meet ToR by Workgroup Report



Workgroup Terms of Reference	When has this been discussed?	RAG status
a) Consider the implementation and transitional arrangements	<p><b>Implementation Approach</b> p3, p70</p> <p><b>WG consultation summary</b> p24,</p> <p><b>Legal text discussions</b> p49</p> <p><b>Alternative requests</b> p53-58 / <b>WACM discussions</b> p59-61</p>	
b) Review and support the legal text drafting	<p><b>Legal text discussions</b> p49</p> <p><b>Annex 9</b> – Legal Text</p>	
c) Consider the cross Code impacts this modification has, in particular the STC and distribution arrangements (e.g. DCUSA)	<p>Discussions on Element 10, 16, 17</p> <p><b>Interactions:</b> Licence change requirements and engagement with Authority mentioned p70</p> <p><b>Alternatives</b> p53-58/<b>WACMs discussion</b> p59-61</p> <p>ENA Update on DCUSA mods - as of today (22/10/24), still no expectation that a DCUSA mod needs to be raised</p>	
d) Consider any potential licence changes which may be required, liaising with the Authority as required to discuss them.	<p>Discussions on Element 1, 9, 11, 15, 16</p> <p><b>Legal text discussions</b> p49</p> <p><b>WG Considerations</b> p46:</p> <ul style="list-style-type: none"> <li>• The Proposer advised that there will be changes required to the ESO licence as a result of this modification and noted that they have liaised with the Authority regarding these.</li> <li>• The Proposer advised that licenced offer timescales for the Primary Process would need to be amended and reflected into the CUSC. They also noted that new licence obligations would need to be introduced, relating to (i) the Connections Network Design Methodology (CNDM), (ii) the Gate 2 Criteria Methodology and (iii) the Project Designation Methodology.</li> </ul> <p><b>Interactions:</b> Licence change requirements and engagement with Authority mentioned p70</p>	
e) Consider the scope of application for the proposed solution by technology/project type including changes to existing connected Users and any acceptable criteria for any exclusions or alternative approaches which may be needed.	<p>Discussions on Element 2, 3, 4, 5, 11, 12</p> <p><b>Legal text discussions</b> p49</p>	
f) Consider the interactions between the proposed solution(s) and distribution connection processes.	<p>Discussions on Element 6, 11, 12, 13, 17</p> <p><b>Legal text discussions</b> p49</p> <p><b>Interactions:</b> p70</p> <p><b>Alternatives</b> p53-58/ <b>WACM discussions</b> p59-61</p>	

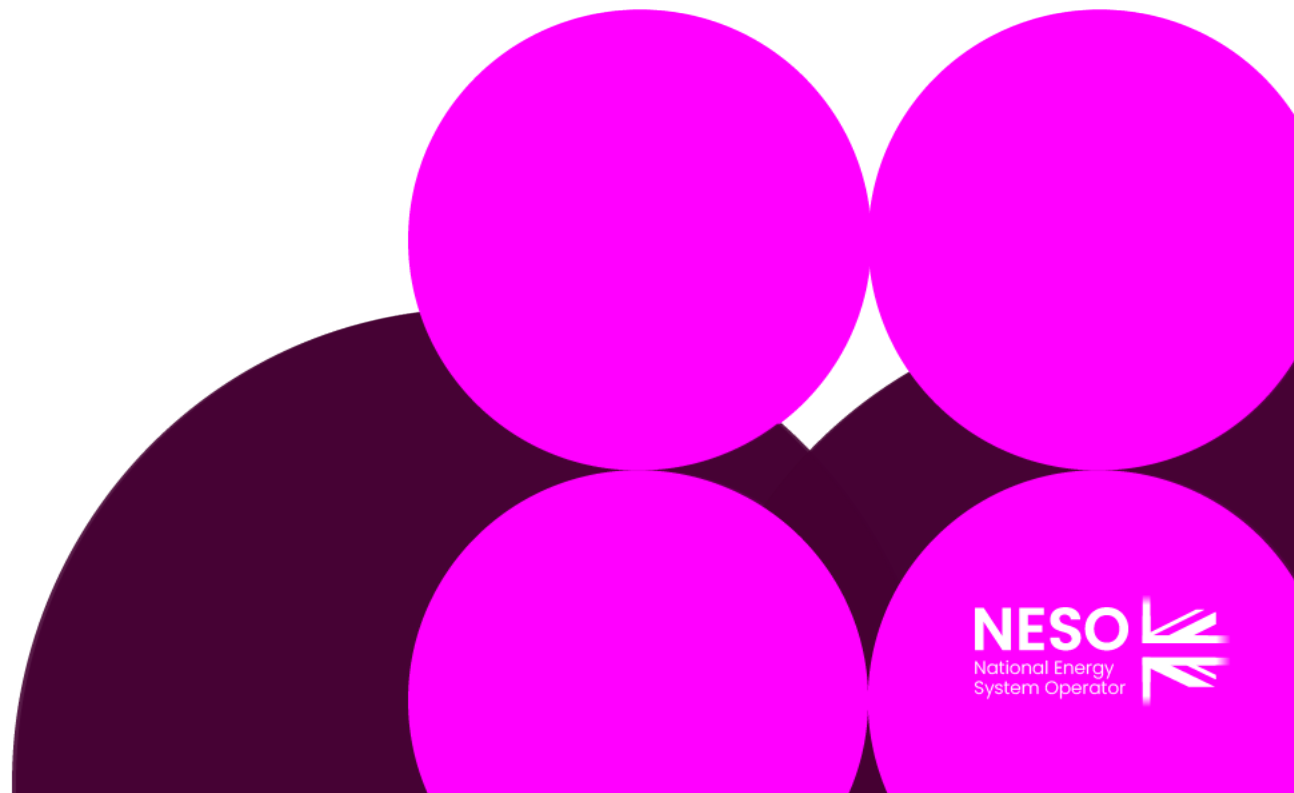
Workgroup Terms of Reference	When has this been discussed?	RAG status
g) Consider the accessibility and transparency of new processes for Users as much as possible, particularly new entrants.	<b>Implementation Approach</b> p3, p70 <b>Legal text discussions</b> p49 <b>Discussion on Methodologies</b> p50	
h) Briefly consider any future policy development which may be beneficial to enhance the proposed 'minimum viable product' solutions.	<b>Consideration of options considered by the WG were de-scoped and removed from the solution p61</b> – Gate 1 and 2 Financial Instruments <b>Legal text discussions</b> p49	
i) Consider Electricity Balancing Regulation implications.	<b>Legal text discussions</b> p49 <b>Annex 9</b> – Legal Text	
j) Consider mechanisms to ensure projects progress from Gate 1 to Gate 2 including financial instruments	<b>Consideration of options no longer in scope of this modification</b> p61-66 – Gate 1 and 2 Financial Instruments, Element 8: Longstop Date for Gate 1 Agreements, Fast Track Disagreement Resolution Process, Gate 2 Offer and Project Site Location Change, DFTC <b>Legal text discussions</b> p49	
k) Consider the impact of NESO designation of Gate 2 status, and ways to make this non discriminatory.	Discussions on Element 9, 11 <b>Legal text discussions</b> p49 <b>Alternatives</b> p53-58/ <b>WACMs discussion</b> p59-61 <b>Discussion on Methodologies</b> p50	
l) Consider how the solution(s) conforms with the statutory rights with respect to terms and conditions for connection.	Discussions on Element 11 Gate 2 Criteria p38 Context of Article 37 [6A], Directive 2009/72/EC of the European Parliament and of the Council <b>Discussion on Methodologies</b> p50 <b>Legal text discussions</b> p49 <b>Alternative requests</b> p53-58 / <b>WACM discussions</b> p59-61	
m) Consider the relevant content of Annex B of the Open letter on connections reform publication.	RFI Analysis for CDB WG Assessment of ToR m) relevance considered	

# CM095 and WASTM Legal Text Update

Claire Goult – NESO Code Administrator

# CM095 Workgroup Report Update

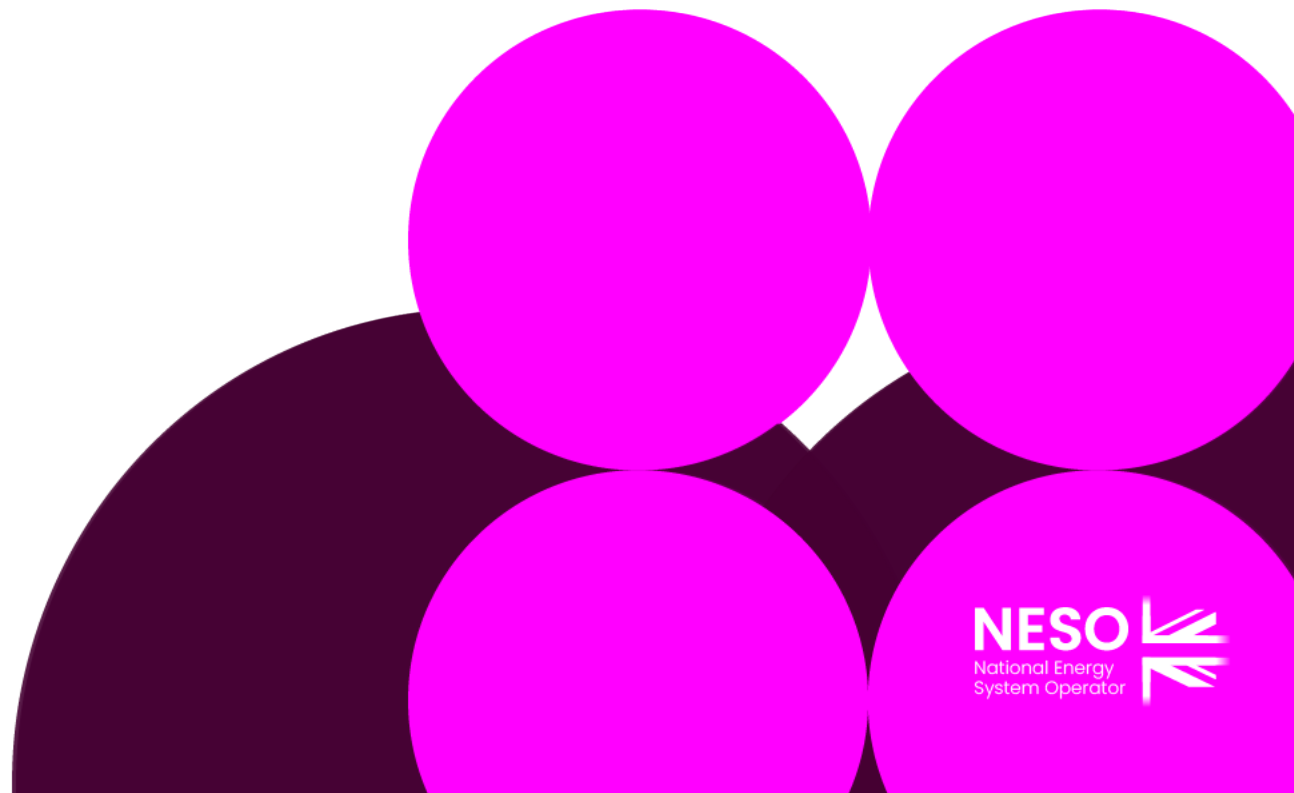
Claire Goult – NESO Code Administrator



# CM095 Terms of Reference Review

Claire Goult – NESO Code Administrator

RAG Status
ToR Completed
Discussions ongoing but on track to meet ToR by Workgroup Report
Not on track to meet ToR by Workgroup Report





Workgroup Terms of Reference	When has this been discussed?	RAG status
a) Consider the implementation and transitional arrangements	<b>Implementation Approach</b>	Green
b) Review and support the legal text drafting	<b>Legal Text Discussions</b> – page 15	Yellow
c) Consider the cross Code impacts this modification has, in particular the CUSC and distribution arrangements (e.g. DCUSA)	<b>Consideration of the Proposer’s solution – Component A, B, C Interactions</b>	Green
d) Consider any potential licence changes which may be required, liaising with the Authority as required to discuss them.	<b>Consideration of the Proposer’s solution – Component A, B Interactions</b>	Green
e) Consider the scope of application for the proposed solution by technology/project type including changes to existing connected Users and any acceptable criteria for any exclusions or alternative approaches which may be needed.		Green
f) Consider the interactions between the proposed solution(s) and distribution connection processes.	<b>Consideration of the Proposer’s solution – Component A</b>	Yellow

Workgroup Terms of Reference	When has this been discussed?	RAG status
g) Consider the accessibility and transparency of new processes for Users as much as possible, particularly new entrants.	<b>Other Workgroup discussions</b> - When discussing the Terms of Reference, the Workgroup agreed that the accessibility and transparency of new processes for Users was only relevant in terms of the transparency of reservation within CM095, as the process for reservation will be defined within the STC. The Proposer agreed that NESO needed to consider how best to ensure transparency with respect to reservation but advised that this would not be addressed directly within the CM095 code modification, as the modification only deals with the process between NESO and TOs for carrying out reservation and does not govern how or what NESO decides to reserve for. The Workgroup were satisfied that all other aspects of the solution would not have an impact on Users as the STC defines the interface between the SO and TO, with CMP434 having a direct impact on Users.	
h) Briefly consider any future policy development which may be beneficial to enhance the proposed 'minimum viable product' solutions.	<b>Other Workgroup discussions</b> - The Workgroup discussed the future STCP modification which is not part of the Minimum Viable Product package of Connection Reforms but will be introduced subsequently.	
i) Consider mechanisms to ensure projects progress from Gate 1 to Gate 2 including financial instruments	<b>Other Workgroup discussions</b> - When discussing mechanisms to ensure projects progress from Gate 1 to Gate 2, the Workgroup noted that they had covered this within discussions on CMP434; they did not believe this was relevant for CM095.	
j) Consider the impact of NESO designation of Gate 2 status, and ways to make this non discriminatory.	<b>Other Workgroup discussions</b> - The Workgroup considered the impact of NESO designation of Gate 2 status, noting that this was covered under CMP434; the Workgroup did not believe this was relevant to CM095.	
k) Consider how the solution(s) conforms with the statutory rights with respect to terms and conditions for connection.	<b>Other Workgroup discussions</b> - The Workgroup considered how the solution confirms with the statutory rights with respect to terms and conditions for connection but believed that this was not relevant for CM095 as the solution should only cover the SO/TO interface and not impact Users.	
l) Consider the relevant content of Annex B of the Open letter on connections reform publication.		

# Action Log Update

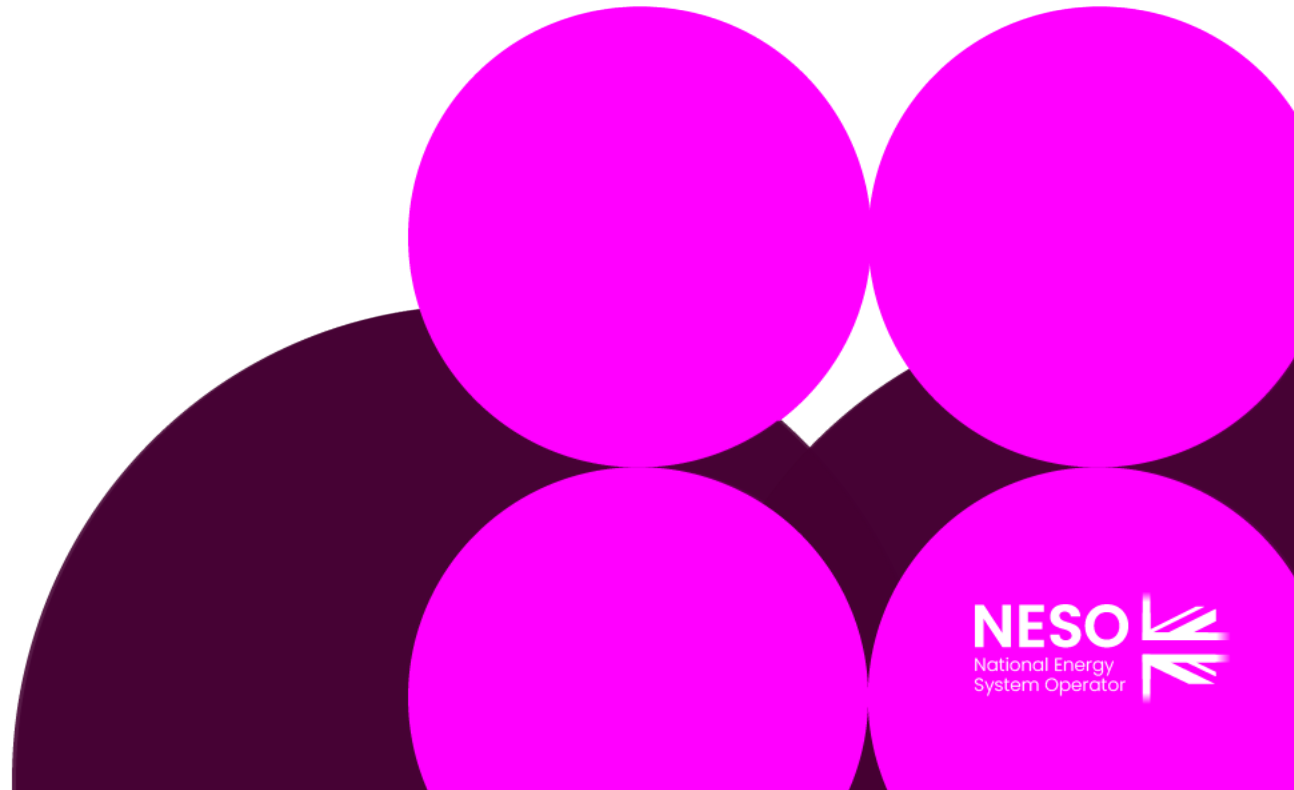
Claire Goult – NESO Code Administrator

# CMP434/CM095 Actions Log

Action	WG	Owner	Action	Update	Due	Status
35	WG10	AC/AQ	ESO to confirm whether additional uncertainty clauses (which have been appearing in offers recently) will remain	Ongoing drafting legal text	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	<p>Illustrative examples in Workgroup Report and will add further specifics to the Gate 2 Criteria Methodology (re: requirement to provide an Original Red Line Boundary) and QM guidance (re: ongoing land compliance requirement). Installed Capacity definition to be shared as part of legal text updates – possibly look to close WG30 following CMP434 legal text discussion.</p> <p>Propose to close the when the installed capacity definition is agreed.</p>	TBC	Open
85	WG30	GR	WACM2 – Grant Rogers has data from previous WACM where this may be useful and will speak to Helen about this re wording.		TBC	Open
87	WG30	BH/AQ	Brian and Angie to liaise directly on the legal text drafting for WACM1. Consider CUSC 6.5/Appendix G Schedule 2 and other locations where the criteria may be different		TBC	Open
88	WG31	CG/Chair	To place the methodologies when published on the collaboration space for members but also to circulate to the wider distribution list for CMP434/CM095 with an agreement not to share beyond the workgroup membersip	Methodologies proposed to be available by Friday 25 October	TBC	New
89	WG31	MO/GL	Review impact of CMP434 WACMs and whether any WASTMs are required	All CMP434 WACMs have been reviewed; STC Alternative 1 has been raised to mirror CMP434 WACM6, which was voted in as WASTM1. Other WACMs were deemed to not have a direct STC impact, however WACM5 and WACM7 may require a consequential STCP modification.	TBC	Propose to close
90	WG32	WKW/AP	Provide an embedded generation process diagram to reflect legal text		TBC	New

# AOB

Claire Goult – NESO Code Administrator



# Next Steps

Claire Goult – NESO Code Administrator

