

# CMP248 Workgroup #2

**Tuesday 27<sup>th</sup> October National Grid House** 

# **Agenda**

- Apologies
- Consideration of Consultation Responses
- Possible Solution(s)
- Potential Alternatives
- Next Steps



# **Apologies**



# **Consideration of Consultation Responses**

#### **Standard Questions**

- 1. Do you believe that CMP248 Original better facilitate the Applicable CUSC Objectives?
- 2. Do you support the proposed implementation approach?
- 3. Do you have any other comments?
- 4. Do you wish to raise a WG Consultation Alternative Request for the Workgroup to consider?

# **Specific Questions**

- 5. With reference to paragraphs 2.18-2.21 do you think that (i) only full capital contribution, or (ii) full or partial capital contributions towards connection assets should be permitted during commercial operation.
- 6. Should there be a minimum permitted level of capital contributions? If so, what should that value be either as a £ figure or a % figure and why?
- 7. Do you have any views on the proposed process for a user to make a capital contribution during commercial operation?



#### **Possible Solutions**

# **Proposed Process** (as in Consultation)

?Capital Contribution assessed against the NAV as of 31st March at end of current charging year



# By the preceding 1st September

A user wishing to make a capital contribution for the following Charging Year must notify the SO by this date.

The SO would notify the appropriate Transmission Owner within 5 Working Days

The SO would raise an invoice (payable by the user) for the capital contribution as part of the connection charging invoice process, and will amend any contractual paperwork for that user as appropriate.

# By the preceding 15th February

The capital contribution is to be paid by the user to National Grid, and a reduced security cover is required for the following Charging Year reflecting the lower asset Net Asset Value.

#### From 1st April

The user's connection charge for the new Charging Year reflects that a capital contribution has been made by that user, is reflected in the adjusted capital component.



#### **Potential Alternatives**

#### **Current text in the CUSC**

- What changes do we need to make to the CUSC
  - See printouts of Section 14.



# **Next Steps**