

Balancing Services Charges

7th Task Force

24 April 2019

Welcome and introductions

Colm Murphy

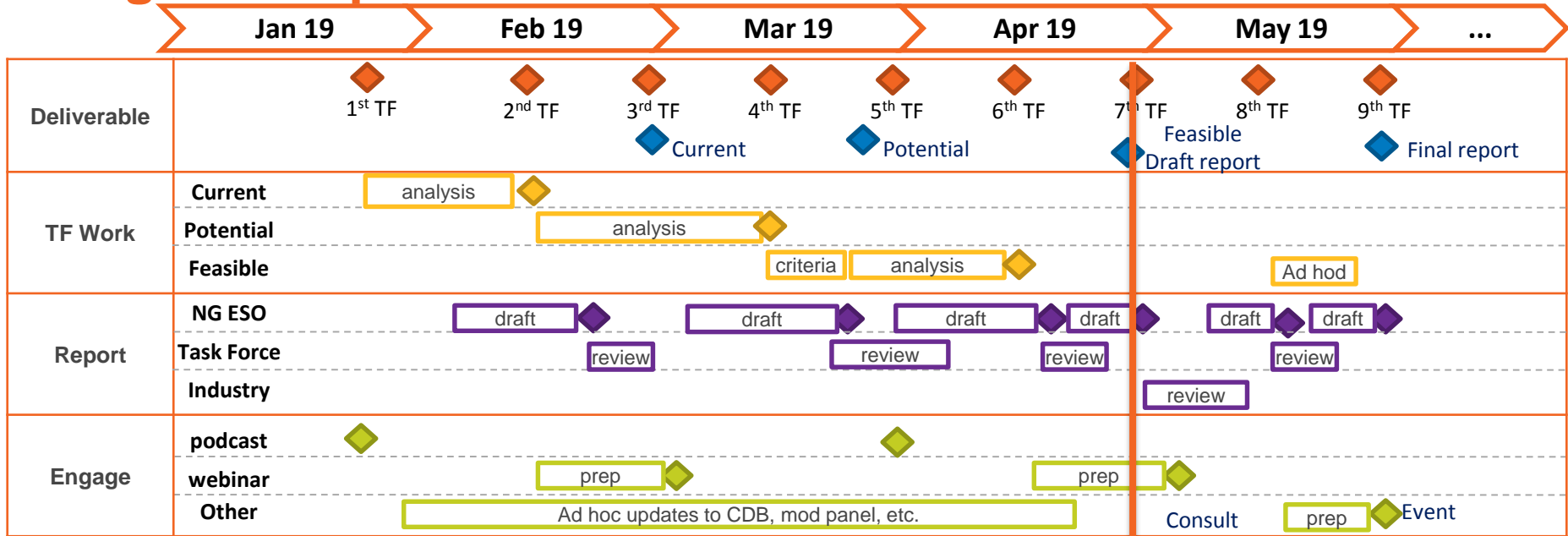


Purpose of today

- The **focus** of the task force meeting today is:
 - To explore the impact of transferring transmission constraint costs between BSUoS and TNUoS, as noted under the scope for Deliverable 3.
 - To review the draft final report and agree the consultation questions and the task force approach to the consultation to be launched on 30th April 2019 and the consultation webinar on 7th May 2019.

| No | Subject | Lead | Time |
|----|---|-------------------|--------------------|
| 1 | Welcome and Introductions; Review Actions and Minutes | Colm Murphy | 10:00-10:30 |
| 2 | TNUoS Cost Transfer Overview and Discussion | Mike Oxenham | 10:30-11:30 |
| 3 | Draft Report Feedback and Discussion | Sophie van Caloen | 11:30-13:00 |
| 4 | <i>Lunch</i> | - | <i>13:00-13:30</i> |
| 5 | Consultation Question Discussion and Agreement | Colm Murphy | 13:30-14:30 |
| 6 | Consultation Webinar Planning | Colm Murphy | 14:30-15:30 |
| 7 | Summary and Next steps | Colm Murphy | 15:30-16:00 |

Programme plan



| 1- TF 29Jan | 2- TF Feb | 3- TF Feb | 4- TF Mar | 5- TF Mar | 6- TF Apr | 7- TF Apr | 8- TF May | 9- TF May |
|---|--|--|---|---|---|---|--|---|
| <ul style="list-style-type: none"> TF plan Currently: analysis actions | <ul style="list-style-type: none"> Currently: agree conclusion Potential: agree scope + analysis actions | <ul style="list-style-type: none"> Potential: progress analysis - review options | <ul style="list-style-type: none"> Potential: finalise options and decide progression towards Feasible | <ul style="list-style-type: none"> Feasible: further analysis options | <ul style="list-style-type: none"> Feasible: assessment options | <ul style="list-style-type: none"> Report: finalisation before consultation | <ul style="list-style-type: none"> Report: comments review and actions | <ul style="list-style-type: none"> Final report + event |

Action log

| No | Action | Owner | Open/Closed |
|----|---|----------------------------|--------------|
| 1 | Ensure feedback received from the wider industry is taken on-board by Task Force | Sophie van Caloen (ESO) | Open/Ongoing |
| 2 | Give consideration to analysis, questions and data sets required and provide this to the taskforce where possible | All TF Members | Open/Ongoing |
| 3 | Live Data Sets/Dashboards to be looked into | Mike Oxenham, Paul Wakeley | Open/Ongoing |
| 4 | Liaise with Elexon in regards to Data Provision | Mike Oxenham (ESO) | Open/Ongoing |
| 5 | TF Members to feed in thoughts to MO on which data from Elexon may be helpful. | All TF Members | Open/Ongoing |
| 6 | GS to attend next TCMF – Secretariat to arrange | GS, JH | Open |
| 7 | PW to Circulate Slides to TF | Paul Wakeley | Open |
| 8 | ESO to speak to PW re: constraints and locational signals being double counted in TNUoS | ESO | Open |
| 9 | ESO to speak to PW re: Plexos usage | ESO | Open |
| 10 | GS to formulate definitions for "short term" and "long term" | GS | Open |

Action log

| No | Action | Owner | Open/Closed |
|----|--------------------------------|-------------------------|--------------|
| 11 | Secretariat to arrange Podcast | Sophie van Caloen (ESO) | Open/Ongoing |

Engagement - Feedback

Feedback from previous engagements:

- TCMF – 10th April
- DCMDG – 11th April

Next engagements:

- Consultation and Webinar end April / early May

TNUoS Cost Transfer Overview and Discussion

Mike Oxenham



TNUoS Cost Transfer Overview and Discussion

See separated document.

Draft Report Feedback and Discussion

Sophie van Caloen

Draft Report Feedback and Discussion

- Task Force discussion on comments received
- Next steps

Consultation Question Discussion and Agreement

Colm Murphy



Proposed Consultation Question

1. Do you agree with the tentative conclusion of the Task Force with regards to BSUoS current methodology assessment (Deliverable 1)? Please provide your rationale.
2. Do you agree with the Task Force assessment of each of the potential options set out in the Task Force's report (Deliverable 2/3)? Please provide your rationale.
3. Do you believe that there are other alternative potential option(s) not set out in the Task Force's report that have merit in that they will make BSUoS more cost-reflective and provide forward-looking signals (Deliverable 2/3)? If yes, please explain the potential option(s) and provide your rationale.
4. Do you agree with the tentative conclusion of the Task Force that it is not feasible to charge any of the components of BSUoS in a more cost-reflective and forward-looking manner that would effectively influence user behaviour, therefore the costs should all be treated on a cost-recovery basis (Conclusion)? Please provide your rationale.
5. Do you have any other comments in relation to the draft report of the Task Force?

Consultation Webinar Planning

Colm Murphy

Proposal for consultation webinar

- Webinar planned from 10:00 to 12:00 on **Tuesday 7 May**.
- Proposed **agenda** for discussion:

| No | Subject | Objective | Dur | Time |
|----|---------------------------------------|---|---------------------------------|-------------|
| 1 | Scope and programme of the Task Force | Reminder of the broader context and sharing TF working approach | 15' | 10:00-10:15 |
| 2 | Deliverable 1 | Present analysis and consultation + consultation question | 20' | 10:15-10:35 |
| 3 | Deliverable 2 | Present 4 potential options | 10' | 10:35-10:45 |
| 4 | Deliverable 3 | Presentation of the assessment of each option - Locational transmission constraints - Locational reactive and voltage constraints - Response and reserve bands - Response and reserve utilisation + consultation questions | 15' 10' 10' 10' 10' | 10:45-11:30 |
| 5 | Q and A | | 30' | 11:30-12:00 |

Summary and Next Steps

Colm Murphy



Task Force - Future Meeting Dates

| Date | Time | Location |
|---|------------|----------|
| Tuesday 7 May - Webinar | 10am – 4pm | TBD |
| Thursday 23 May + placeholder 22 May | 10am – 4pm | TBD |

Thank you

If you have further views please contact ChargingFutures@nationalgrid.com.