

Contract Development

David Smith

Agenda

- ◆ Short Term Operating Reserve (STOR) Annual Review
- ◆ Black Start Update
- ◆ Fast Reserve Update
- ◆ Managing Constraints

Short Term Operating Reserve (STOR)

Annual Service Review

National Grid

Annual Review of STOR

- ◆ STOR Service commenced on 01st April 2007
- ◆ National Grid are undertaking an annual review of the STOR service including;
 - ◆ Tender Round Dates (Year 2)
 - ◆ Definition of seasons, timescales, windows etc (Year 3)
 - ◆ Tender Documentation
 - ◆ Standard Contract Terms
 - ◆ Market Report
- ◆ This review will complete with final draft documentation
- ◆ Final publication of documentation scheduled for mid December 2007 for TR4.

Annual Review of STOR

- ◆ National Grid would be delighted to receive further views on the STOR Service from industry participants for consideration as part of this review.
- ◆ For further information please contact
 - ◆ Sam Wither on 01926 656492 or sam.wither@uk.ngrid.com
- ◆ Due to timescales we would ask for views by 19th October 2007

Black Start Update

National Grid

Black Start Update

- ◆ Presented at August Ops Forum
- ◆ Industry workshop held end of August
 - ◆ Information from workshop has been sent out to interested parties
 - ◆ Views provided on investment, procurement, payment and possible options moving forward
 - ◆ Consensus is “there is no simple solution”
- ◆ National Grid now considering feedback

Black Start Update

- ◆ Further workshop arranged for 9th November 10.00am at National Grid House, Warwick
 - ◆ Background information will be sent out in advance
- ◆ For further information or if you wish to attend please contact
 - ◆ Craig Dyke on 01926 653397 or craig.dyke@uk.ngrid.com

Fast Reserve Update

National Grid

Fast Reserve Update

- ◆ Presented at August Ops Forum
 - ◆ Additional flexibility to new providers who need to invest
 - ◆ Revision of tender timescales
- ◆ Work progressing on review to generic services terms – now expect to place on web site in October
- ◆ Implement generic revised terms for February 08 or August 08 (longer term tender timescales)
- ◆ For further information please contact
 - ◆ Bea Ennim on 01926 653448 or bea.ennim@uk.ngrid.com

Managing constraints

National Grid

Managing constraints

- ◆ We are considering developing new routes / looking for new providers
- ◆ Short timescales (Summer 08)
 - ◆ Tender for floored bid prices or capped PNs
 - ◆ New Fast Deload services
 - ◆ Additional Reactive services (Windfarms)
 - ◆ Demand side for summer requirements?
- ◆ Longer timescales
 - ◆ Intertrips (Windfarms)
 - ◆ Demand side

Managing constraints

- ◆ Anything else?
- ◆ Your feedback would be appreciated please contact
 - ◆ Ian Pashley on 01926 653446 / ian.pashley@uk.ngrid.com or
 - ◆ David Smith on 01926 655534 / david.m.smith@uk.ngrid.com