

Local assets

TASG 26th June

Introduction

- ◆ Last meeting discussed charge for ‘local’ connection
- ◆ Concern that cost reflective short term charges would not cover ‘local’ assets.
- ◆ Affects both overrun and ‘ETEC’
- ◆ Additional charge above SRMC

Issue

Short term charge



Under SRMC charge generator avoids any charge for line AB and residual which includes costs of A and B, along with wider MITS transmission costs

MITS



Long term charge
TEC / TNUoS

Generator pays TNUoS that signals cost of C relative to D (line CD) and recovers cost of C and D through residual, along with all other remaining MITS transmission costs

Options

- ◆ Deeper connection charge
- ◆ Commoditise residual and charge to all on:
 - ◆ MWh or MW capacity
- ◆ Local asset charge prior to TNUoS liability (until wider works complete):
 - ◆ Full charge of assets annuitised
- ◆ Local charge for line and commoditise residual
 - ◆ Line charge similar methodology to TNUoS
 - ◆ requested or installed capacity
 - ◆ With or without a G/D split
- ◆ Others.....