

Locational Balancing Actions









Locational Actions & System Balancing

- Primary Balancing Actions
 - In line with SMPS National Grid may use Locational Actions to manage a Transportation Constraint on the system.
 - The Locational Actions used to relieve the constrained entry/exit points are thought of as primary actions.
 - Revenue/costs smeared through Capacity Neutrality
 - Locational Balancing actions <u>may</u> result in a system imbalance
 - Further actions may be needed on other parts of the network to help restore the system balance.
 - These further actions don't deal directly with the local constraint but deal with an imbalance caused by the primary action, and can be thought of as secondary actions.
 - These secondary balancing actions will also be completed on the locational market and will also be excluded from the energy cash-out.



What to expect

- Currently, for an entry constraint, an ANS message is issued stating National Grid is seeking to sell locational gas at locations x, y & z (primary locational actions).
- If secondary actions are necessary there will also be a subsequent ANS message issued, seeking to buy locational gas at any other locations on the network
 - "National Grid is seeking to buy locational gas. Shippers are requested to post offers on the OCM locational market at any location except x,y & z."
- N.B. Although National Grid will be seeking to buy gas this does not constitute a National Deficit/Emergency situation – this ANS message purely indicates a need to complete Secondary Buy actions.