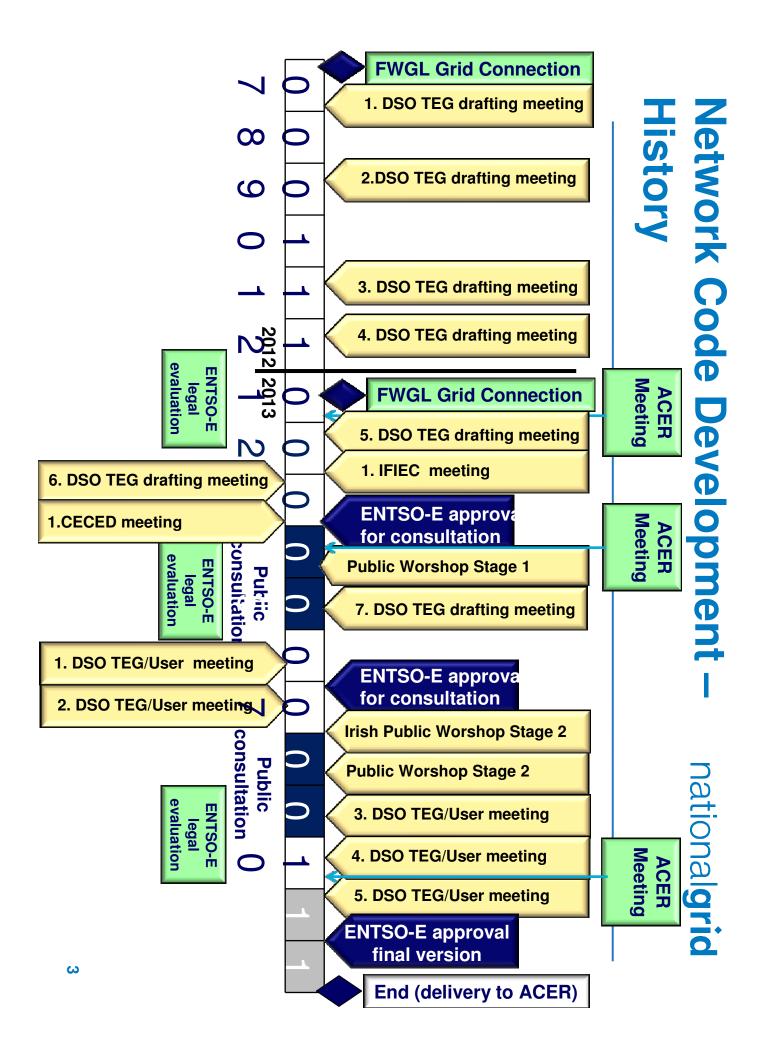
Demand Connection Code - Update



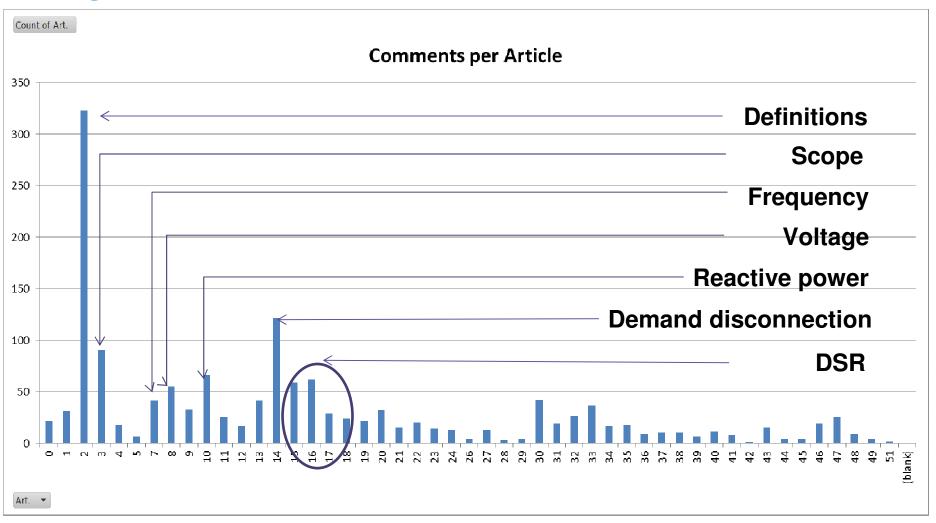
Dwayne Shann JESG – 6 December 2012

Agenda

- 1. DCC History
- 2. Changes to the Code from consultation document
- a) Consultation Comments
- b) USER Group
- c) EC response and interaction
- 3. Summary of Final Code modifications
- 4. DCC Overview
- 5. Updates & key dates



High level overview of 1497 comments



Key Observations

First indication: +/- 1150 unique comments

People working together

Per country/Per sector (DSOs)

Themes

- General areas scope and definitions
 - Everyone defines a term differently
 - Scope needs more work to bring clarity
- Notably the 5 call for stakeholder input requirement topics
 - Voltage
 - Frequency
 - DSR APC/RPC/TCM
 - DSR SFC
 - Reactive support
- Demand disconnection requirement also
 - Clarity
 - Co-operation
 - Process
 - Operational aspects not capabilities

DCC – User Group view

Past year

 Five meetings taken place with user group in advance of stage 1 consultation and throughout consultation process

Main comments stated in formal consultation:

- Impact of DSR requirements. Comments vary from modification to complete removal
- <u>Mixed use sites</u> Inclusion of clear applicability of requirements for sites where generation and demand co-exist.
- Industry requirements should recognise technical and commercial implications.

Comments last formal meeting on 13th Nov. 2012

- Limited issues from Users other the DSO TEG
- <u>SEDC issues</u> Comments raised in user group and subsequent meeting mainly on need for more specific role of aggregators in code and bureaucracy of Installation document, plus general opposing vision on DSR SFC

DCC – EC view

Network Codes

- Appliance requirements were not expected, so easily dismissed as 'out of scope'.
- In any case, comitology discussions on DSR would be difficult
- The EC Impact
 Assessment would
 cover more aspects
 than ENTSO-E's
 CBA (e.g. privacy,
 customer comfort)

Smart Grid (Mandate 490)

- Two year extension of the mandate – so far no SG standards have been delivered
- Early meeting between DT DCC and M490 agreed on the relation of high level functional NC requirements and further technology specific standards
- ENTSO-E / Cenelec MoU should enforce working relations
- At this stage, a final DCC could be a driving force for further M490 work

Energy Efficiency Directive

- As the EED stresses national choice and socioeconomic optimization, it is believed to be in line with the DCC principles
- Enters into force late 2012

Eco Design

- Considered to be the only viable legislative route for appliance requirements, driven by DG Enterprise
- Strong focus on free movement of goods without national decisions
- Agnostic about the DSR benefit – open to discuss

DCC – EC interactions

- Network Code should not impede smart grid vision to be delivered in longer term
- Appropriate 'vehicle' for requirements should be used for example Ecodesign
- Mandating is possible but must be robustly justified
- Autonomous control not challenged as being cost efficient or optimum when considered in isolation - may be possible short term solution to be replaced in longer term
- Agreed ENTSO-E to provide a paper on the 'options' for DSR SFC delivery - full mandatory to full market driven solution, with pros and cons and a preferred solution

Summary of Draft Code modifications

Main changes in order of appearance in code:

- Reference to DSOs and not Distribution Asset Owner [DSO TEG]
- Scope restructured [All]
- Frequency requirements moved back to distribution networks [EC/ACER]
 - Distribution Network important to make use of embedded DSR and Generation
- Significance test through Ecodesign directive [EC/ACER/TSO]
- DSR-SFC I/O interface future proofed for smart grid initiatives [EC/ACER/TSO]
- Installation document at time of DSR service reduced bureaucracy [User/DSO TEG]
- DSO request for dynamic reactive power control [DSO TEG]
- TSO/DSO Joint involvement in assessing financial or technical benefit alternatives [DSO TEG]
- FAQs changed to put more focus on the DSO TEG protection issue and align with others changes [DSO TEG]

DCC Overview

DCC package:

- > Final Demand Connection Code
- Evaluation of Comments
- Frequently Asked Questions
- Justification Outlines
- ➤ NC Grand Design paper (covering all NCs)
- > Baseline of existing requirements
- Legal Assessment Some suggested changes, no red line issues

Changes still to be made to align with RfG – Cost recovery, NRA involvement in decisions

Updates & Key Future Dates for DCC

- SDC Approved DCC
- Published DCC updated documents on web
- ENSTSO-E Assembly Approval
 - 7 21 December 2012
- DCC Information session
 - 12 December, Brussels