Balancing Services Developments







Nick Blair

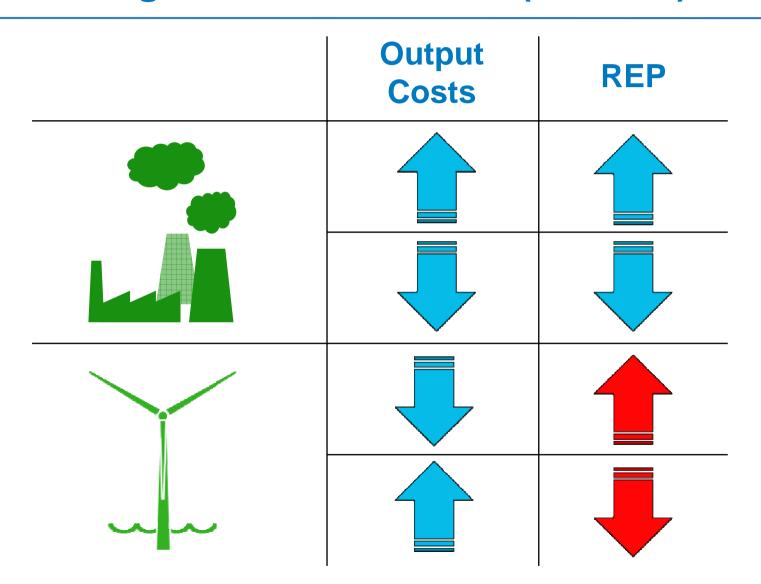
Agenda

- Constraint Management
- FFR Developments
- Developments in DSR
- STOR Update
- Website Developments

Constraint Management Requirements

- Voltage Management Contracts
 - South Coast: Marchwood contracted for 60 days between October and February. March contract has been extended.
 - South East: Tenders received from four parties for April and May requirement. Outcome published yesterday.
 - Indexing: A new payment structure is being introduced to facilitate more efficient contracting where plants are marginal
- Stability Contracts
 - North Wales: Capped pumping contracts with Dinorwig for stability issues in November and February
- Standard Terms Review
 - Views invited
 - Comments to Account Manager or commercial.operation@nationalgrid.com

Removing the REP from Wind (CMP237)



Removing the REP from Wind (CMP237)

- Original Proposal:
- For plant with no fuel cost, the REP is settled at £0/MWh
- No change to plant with a fuel cost

- Workgroup consultation has identified a number of alternative approaches, these are now under investigation by the Workgroup
- Aim for Ofgem determination by summer

FFR Bridging Contract for <10MW

- Any combination of P, S, H
- Static initially, followed by dynamic

Service

- Up to 1 or 2 year duration
- Earlier if successful in FFR tender

Term

- Mandated depending on service type
- Reduced for a longer term

Price

- 1MW to start
- Contract only pays for whole MWs

Size

FFR e-Tendering

FFR e-tendering platform introduced (Ariba)

Similar format to STOR e-tender

Ability to use paper tenders initially, intention is to phase out

100% tenders received electronically in February

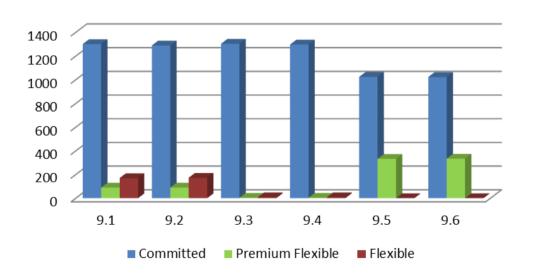
Demand Side Response Existing Provider Engagement

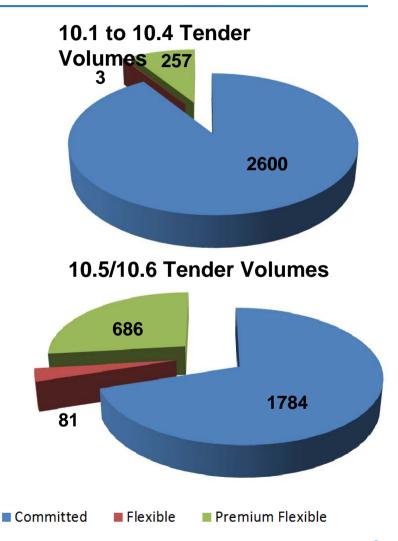
Quarterly Topics driven meetings by group Stakeholder Engagement Framework **Demand Side** Triad interaction Response Definition with **Balancing Services**

STOR: Tendered Quantities

48 Providers tendered with 224 Units across the 12 seasons (Year 9 & 10)

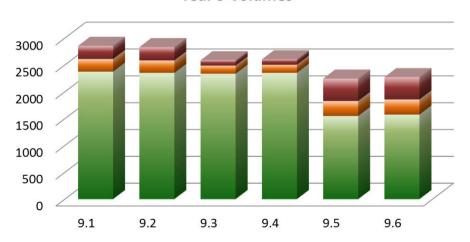
Year 9 Tendered Volumes





STOR: Accepted Tenders





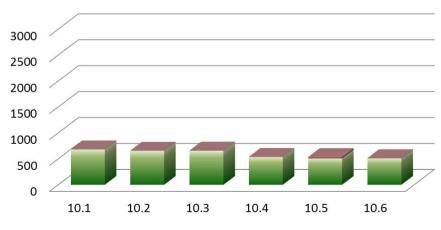
Last tender opportunity for seasons 9.1 and 9.2:

- Average tendered availability price £1.74/MW/h
- Average Accepted Availability Price £0.50/MW/h

Year 10 Volumes

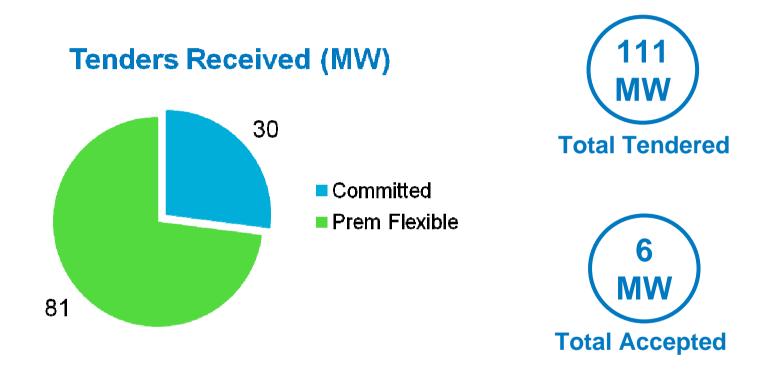
Year 10:

■ Significant volume opportunity remaining for tender





STOR Runway: First Tender Round



STOR TR26 – Further STOR Runway opportunity

Website Developments



SONAR website <u>www.nationalgrid.com/sonar</u>

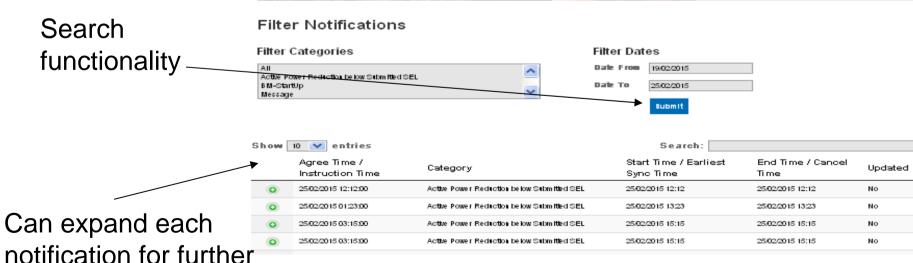
- Real-time publicly available operational information
- You can register on the website to receive e-mail notifications on:
 - Active power reduction below submitted SEL
 - Additional GT availability
 - BM start up
 - Pre-Gate Balancing Transaction (PGBT)
- New website will be launched soon
- User accounts will be migrated across to new version, existing message preferences will be retained
- Request for users to trial new version and provide feedback via survey

Screen shot: new homepage

- Visible without logging in
- Can filter on notification category and date

details





Frequency Response Price Submission (FRPS)

- New website will be launched soon
- User accounts will be migrated across to new version, existing message preferences will be retained
- Request for users to trial new version and provide feedback via survey
- FRPS website https://www.nationalgrid.com/frps/
- Please contact frps@nationalgrid.com for any queries

