nationalgrid

CUSC Modifications Panel Meeting

Headline Report

Meeting Name: CUSC Modifications Panel Meeting

Meeting No: 223

Date of Meeting: 29 June 2018

Venue: National Grid House, Warwick

I Introduction

Welcome to the CUSC Panel Headline Report. This shall be produced after every CUSC Panel meeting and aims to provide all of our key stakeholders / interested parties with an overview of the headlines and key decisions the Panel are currently managing. Full minutes of the meeting will be produced and approved at the next meeting of the CUSC Panel and will then be published on the website.

All presentations given at this Modifications Panel meeting can be found in the Meeting documents area on the National Grid website¹.

We would welcome any comments you may have.

2 New Proposals

CMP301 'Clarification on the treatment of project costs associated with HVDC and subsea circuits'. The purpose of this modification proposal is to introduce specific expansion factors for HVDC and subsea circuits however the existing legal text is open to interpretation — this proposal would cement the interpretation made by The Company to ensure consistency with onshore circuits.

Panel reviewed this modification and agreed that this modification could progress straight to Code Administrator Consultation with Authority decision.



Any Questions?

Contact:

<u>Cusc.team@nationalgrid.</u> <u>com</u>



cusc.team@ nationalgrid.com

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https://www.nationalgrid.com/uk/electricity/codes/connection-and-use-system-code/meetings/cusc-panel-meeting-29062018

CMP275 'Transmission Generator Benefits in the provision of ancillary and balancing services – levelling the playing field' CMP275 seeks to introduce a principle of financial mutual exclusivity to prevent BM units from accessing multiple sources of duplicate and overlapping revenue from ancillary services on the same asset.

The Panel held a recommendation vote on CMP275 against the Applicable CUSC Objectives. The Panel unanimously agreed that the current baseline better facilitates the CUSC Objectives than both CMP275 original proposal and WACM1. Consequentially, the modification will now be sent to the Authority for decision.

CMP296 'Aligning the CUSC to the BSC post-P344 (Project TERRE) to exempt Virtual Lead Parties from BSUoS'. The purpose of this modification is P344 introduces a new class of BMU, and a new class of BMU registrant to the BSC ("Virtual Lead Parties"); it is necessary to amend the CUSC to expand the BSUoS exemption to these Virtual Lead Parties.

The Panel held a recommendation vote on CMP296 against the Applicable CUSC Objectives. The Panel unanimously agreed that the Original Proposal better facilitates the CUSC Objectives. CMP296 will now be sent to the Authority for decision.

CMP297 'Aligning CUSC and BSC post-TERRE (Section 11) – consequential modification to introduce definition of Virtual Lead Party'. CMP296 has been raised to alter Section 14 of the CUSC such that the extant BSUoS exemption which applies to Interconnector BMUs can be expanded to cover Virtual Lead Parties. This consequential modification CMP297 seeks to amend Section 11 to introduce a definition of 'Virtual Lead Party'.

The Panel held a recommendation vote on CMP297 against the Applicable CUSC Objectives. The Panel unanimously agreed that the Original Proposal better facilitates the CUSC Objectives. CMP297 will now be sent to the Authority for decision.

CMP299 'Consequential changes to the CUSC to facilitate the 2018-2021 ESO Incentive Scheme'. The aim of this modification is to update the CUSC (Section 14.30 onwards), in line with the new Electricity System Operator (ESO) Incentive Scheme which is detailed within National Grid's Licence. Changes have been approved and when implemented, they will be effective from on the 1st April 2018.

The Panel held a recommendation vote on CMP299 against the Applicable CUSC Objectives. The Panel unanimously agreed that the Original Proposal better facilitates the CUSC Objectives. CMP299 will now be sent to the Authority for decision.

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3 Next Meeting

The next Panel meeting will take place on 27 July 2018 at National Grid House.

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