

Joint Office 0621 Workgroup

12 April 2018

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Timetable agreed at 4 April meeting

0621 Workgroup Key Dates		
Date	Focus for the meeting	Venue
06-Apr	Amended National Grid Modification	
12-Apr	Initial view of Legal Text and 0621 Amended Modification	St Johns Hotel, Solihull
13-Apr	Proposer of Alternative Modifications submit their Amended Modifications	
20-Apr	Analysis and review of amended modifications	St Johns Hotel, Solihull
23-Apr	Workgroup Report development	Solihull venue TBC
24-Apr	Placeholder if required	
25-Apr	Legal Text Review - 0621	St Johns Hotel, Solihull
26-Apr	Placeholder if required	
27-Apr	Legal Text Review - 0621 Alternatives	St Johns Hotel, Solihull
30-Apr	Placeholder if required	
01-May	NTSCMF and Workgroup Report development	Elexon, London
02-May	Workgroup Report completion	Solihull venue TBC
08-May	Placeholder if required	
17-May	May UNC Panel	

Revised timetable

0621 Workgroup Key Dates		
Date	Focus for the meeting	Venue
06-Apr	Amended National Grid Modification	
12-Apr	Initial view of Legal Text and 0621 Amended Modification	St Johns Hotel, Solihull
17-Apr	Proposer of Alternative Modifications submit their Amended Modifications	
20-Apr	Analysis and review of amended modifications	St Johns Hotel, Solihull
23-Apr	Workgroup Report development	St Johns Hotel, Solihull
24-Apr	Workgroup Report development	St Johns Hotel, Solihull
25-Apr	Legal Text Review - 0621	St Johns Hotel, Solihull
26-Apr	Workgroup Report development	St Johns Hotel, Solihull
27-Apr	Legal Text Review - 0621 Alternatives	St Johns Hotel, Solihull
30-Apr	Workgroup Report development	St Johns Hotel, Solihull
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**For topic details see later slide

Workgroup Report development approach

Joint Office want to ensure a professional approach is adopted which follows the principles of the Code Administrators Code of Practice.

- ▶ Ensuring transparency
- ▶ Additional meetings added to ensure an equal and fair opportunity for all proposers
- ▶ Ensure each alternative solution is assessed with the same rigour as the proposed 0621 solution

How will the Workgroup Report be drafted to meet 3 May deadline?

- ▶ In advance of each meeting National Grid will provide an initial draft text for each topic area for discussion, review and challenge
- ▶ Some topic areas may require less discussion, other areas will be provided the opportunity for a fuller discussion
- ▶ A suggested grouping of topic areas is provided on the next 2 slide
- ▶ The schedule is tight with limited time for more debate, therefore, where Workgroup is not in a position to achieve consensus, Joint Office will include the following phrase in the Workgroup Report:

“Workgroup were unable to reach consensus in the timescales available”

Proposed topic areas that could be discussed with limited workgroup time.

Reserve Price - Firm and Interruptible	<p>Multiplier (Annual Capacity Product) Multiplier (Quarterly Capacity Product) Multiplier (Monthly Capacity Product) Multiplier (Daily Capacity Product) Multipliers from year 2 onwards Interruptible / Off-peak adjustment (entry) Interruptible / Off-peak adjustment (exit) Interruptible /off-peak adjustments from Year 2 onwards Fixed or floating price</p>
Reserve Price - Specific Capacity Discounts	<p>Storage LNG</p>
<p>Non-Transmission Services Charges</p> <ul style="list-style-type: none"> • St. Fergus Compression • NTS Metering • DN Pensions Deficit • SSMP Administration • IP Allocation • Entry and Exit Charges • 'K' 	<p>Application</p>
Publication of variables	<p>Multipliers Interruptible Adjustment LNG Discount CWD Distances CWD FCCs</p>

Proposed topic areas that will require more discussion time

Capacity Reference Price	Reference Price Methodology (interim) Reference Price Methodology (enduring) Target Revenue Treatment of zero Reference Prices
Forecasted Contracted Capacity (FCC)	Interim arrangements Enduring arrangements
Revenue Recovery Charges (Interim)	Target revenue apportionment between IPs and non-IPs Duration IP application IP Exclusions Non-IP application Non-IP Exclusions
Revenue Recovery Charges (Enduring)	Target revenue apportionment between IPs and non-IPs IP application IP Exclusions Non-IP application Non IP Exclusions
Reserve Price - Specific Capacity Discounts	Interconnection Points
NTS Optional Charge	Application Method (rate derivation) Quantity (IPs) Quantity (Non-IPs) Alternative charges Limitations Application at Bacton ASEPs

It is proposed that similar topic areas are discussed together - these are grouped by colour

Proposed schedule of meetings

	9:30 - 13:00		13:30 - 17:00
23-Apr	Capacity Reference Price		Forecasted Contracted Capacity
24-Apr	Revenue Recovery Charge (Interim)		Revenue Recovery Charge (Enduring)
25-Apr	Legal Text (0621)	L u n c h	Legal Text (0621)
			Non Transmission Services Charges
			Publication of variables
26-Apr	NTS Optional Charge		NTS Optional Charge
			Reserve Price - Specific Capacity Discounts
27-Apr	Legal Text (0621 Alternatives)		Legal Text (Alternatives)
			Reserve Price - Specific Capacity Discounts

Final Modification Report

- ▶ It was agreed at the March UNC Panel meeting that:
- ▶ Each representation will be published in full
- ▶ Joint Office will only table a summary of all the modifications showing which modifications are Supported/Opposed/Qualified Support and not provide a summary of each representation

Joint Office expectations

- ▶ Attendance in person is preferable
- ▶ The meetings remain focused and on topic
- ▶ Constructive challenge
- ▶ The agenda for w/c 23 April is an evolving agenda

Any Questions?