

Public

CUSC Panel

Friday 28 March 2025

Online Meeting via Teams

Public

WELCOME

Purpose of Panel & Duties of Panel Members

The **Panel** shall be the standing body to carry out the **functions** referred to in CUSC – Section 8 CUSC Modification (8.3.3)

The **Panel** shall endeavour at all time to operate:

- In an **efficient, economical and expeditious manner**, taking account of the complexity, importance and urgency of particular CUSC Modification Proposals; and
- With a view to ensuring that the CUSC facilitates **achievement of the Applicable CUSC Objectives**.

Duties of Panel Members & Alternates (8.3.4)

1. Shall act **impartially** and in accordance with the requirements of the **CUSC**; and
2. Shall not have any **conflicts of interest**.

Shall not be representative of, and shall act without undue regard to the particular interests of the persons or body of persons by whom he/she was appointed as Panel Member and any Related Person from time to time.

Approval of Panel Minutes

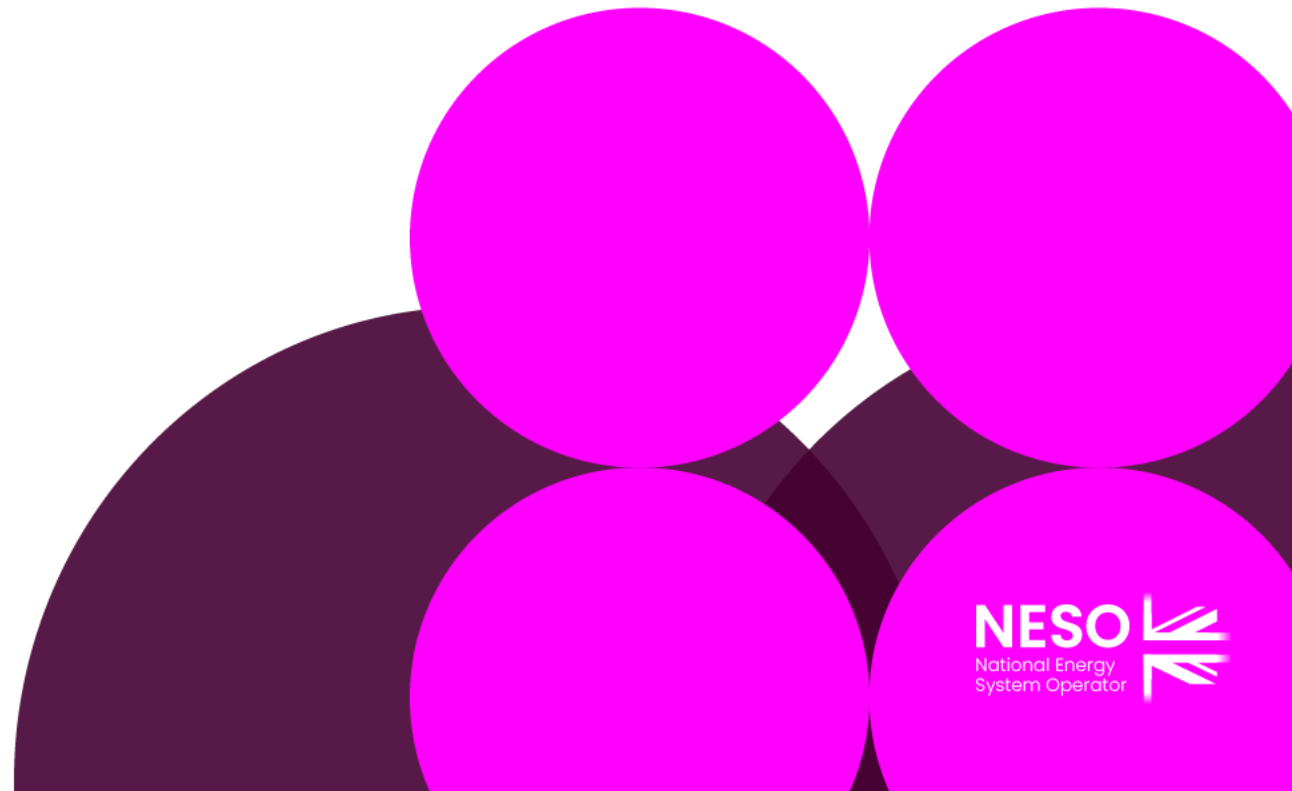
Approval of Panel minutes from the meeting held on 17 January, 31 January, 14 February and 24 February

Action Log

One ongoing action remains open:

- Action 182

Chair's Update



Authority Decisions and Update (as at 20 March 2025)

Decisions Received since last Panel Meeting

Modification	Decisions	Implementation Date
CMP452 'Suspension of TNUoS Payments for generators connecting during the 2024/25 charging year'	On 13 March 2025 the Authority rejected the request for Urgency.	N/A
CMP443 'Removing references to "Fax" or "Facsimile" within the CUSC'	On 14 March 2025 the Authority approved the Original solution.	28 March 2025

Decisions Pending

Modification	Final Modification Report Received	Expected Decision Date
CMP315 'TNUoS Review of the expansion constant and the elements of the transmission system charged for' and CMP375 'Enduring Expansion Constant & Expansion Factor Review'	07 February 2024	TBC (previously 07 February 2025)
CMP330&CMP374 'Allowing new Transmission Connected parties to build Connection Assets greater than 2km in length and Extending contestability for Transmission Connections'	10 August 2023	TBC subject to CMP414 send back
CMP397 'Consequential changes required to CUSC Exhibits B and D to reflect CMP316 (Co-Located Generation Sites)'	12 June 2024	TBC (previously 24 January 2025)
CMP403 'Introducing Competitively Appointed Transmission Owners & Transmission Service Providers (Section 14)'	11 June 2024	By end of March (previously by end of February)
CMP404 'Introducing Competitively Appointed Transmission Owners & Transmission Service Providers (Section 11)'	11 June 2024	By end of March (previously by end of February)
Continued...		

Authority Decisions and Update (as at 20 March 2025)

Decisions Pending

Modification	Final Modification Report Received	Expected Decision Date
<u>CMP436</u> 'Update CUSC arrangements to replace the Electricity Arbitration Association with the London Court of International Arbitration (LCIA) (Non-Charging)'	07 August 2024	By end of March (previously by end of February)
<u>CMP437</u> 'Update CUSC arrangements to replace the Electricity Arbitration Association with the London Court of International Arbitration (LCIA) (Charging)'	07 August 2024	By end of March (previously by end of February)
<u>CMP434</u> 'Implementing Connections Reform'	20 December 2024	Q2 2025
<u>CMP435</u> 'Application of Gate 2 Criteria to existing contracted background'	20 December 2024	Q2 2025
<u>CMP441</u> 'Reducing the credit risk of supplying non-embedded hydrogen Electrolysers'	23 December 2024	18 April 2025

Received Final Modification Reports since last Panel Meeting

Modification	Final Modification Report Received	Expected Decision Date
<u>CMP418</u> 'Refine the allocation of Dynamic Reactive Compensation Equipment (DRCE) costs at OFTO transfer'	11 March 2025	TBC

The Authority's publication on decisions can be found on their website below:

<https://www.ofgem.gov.uk/publications/code-modificationmodification-proposals-ofgem-decision-expected-publication-dates-timetable>

Inflight Modification Updates

- CMP344: Clarification of Transmission Licensee revenue recovery and the treatment of revenue adjustments in the Charging Methodology
- CMP452: Suspension of TNUoS Payments for generators connecting during the 2024/25 charging year

Send Back - CMP344: Clarification of Transmission Licensee revenue recovery and the treatment of revenue adjustments in the Charging Methodology

Second Send Back CMP344 Workgroup Terms of Reference

- a) Provide the charging arrangements which are considered to be the onshore equivalent to cost recovery of Income Adjusting Events (IAEs) and the justification for that position.
- b) Explain and evidence the charging methodology which NESO currently follows for the cost recovery of IAE events and the equivalent onshore comparator, setting out perceived inconsistent treatment if/where evident.
- c) Consider an explanation as to which aspects of onshore and offshore charging arrangements the Proposer considers should be aligned and how that would be achieved by this modification.
- d) Consider whether the analysis, produced for the second FMR, could be adapted or supplemented to provide a more holistic view of the potential impacts
- e) Ensure that send back deficiencies on both letters have been addressed

CMP344 - the asks of Panel

- **AGREE** that the Terms of Reference set for the Second Send Back have been met and the modification can proceed to Code Administrator Consultation

CMP452: Suspension of TNUoS Payments for generators connecting during the 2024/25 charging year Withdrawal

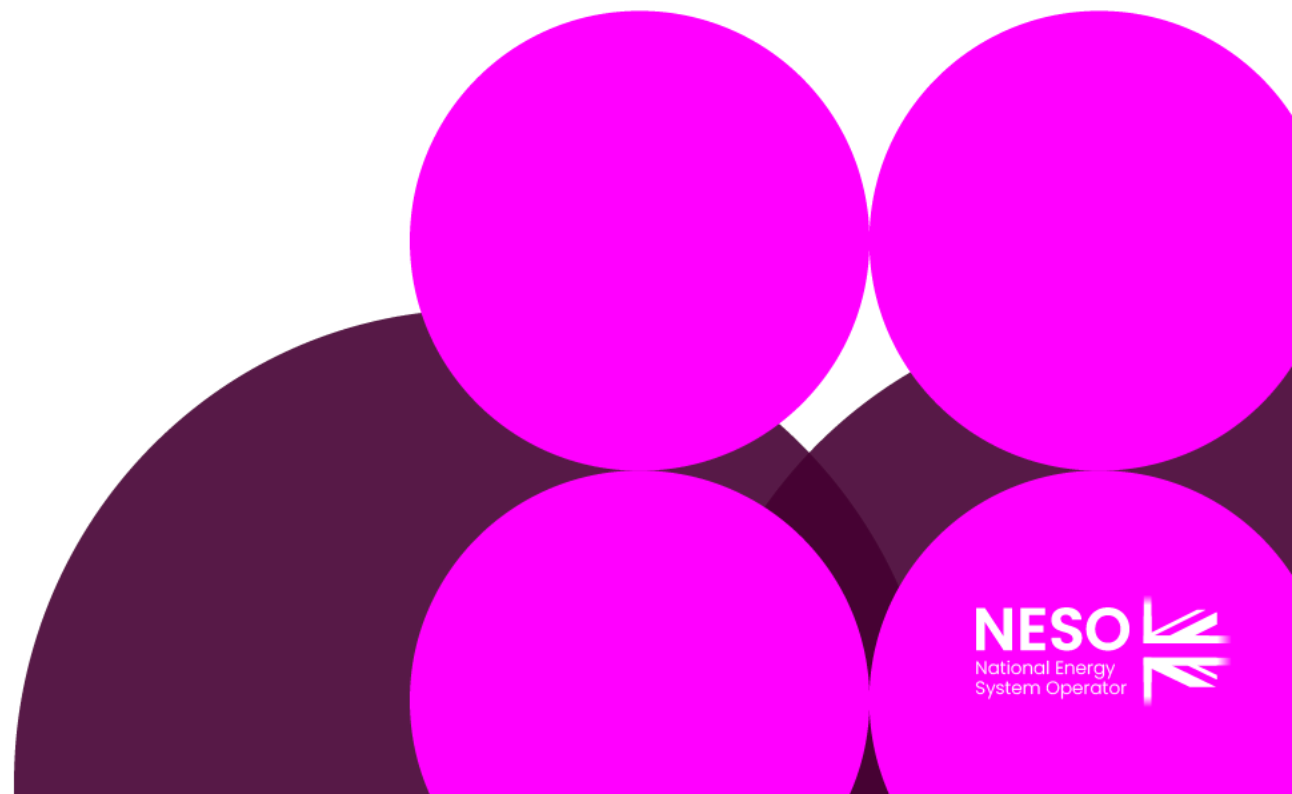
The Proposer withdrew their support for CMP452 on 17 March. A withdrawal window was opened up on 18 March for 5 business days from this date.

CMP452 – the asks of Panel

- **AGREE** that the Modification can be withdrawn under CUSC 8.16.10(c) on the basis that no new Proposers come forward.

Panel Tracker

Catia Gomes, Code Administrator



Draft Final Modification Reports

- CMP444: Introducing a cap and floor to wider generation TNUoS charges
- CMP446: Increasing the lower threshold in England and Wales for Evaluation of Transmission Impact Assessment (TIA)

(Note: Slides to be included as late papers on 24 March)

Discussions on Prioritisation

- AGREE any movements in the current prioritisation stack and CARRY OUT deep-dive assessment of all

Standing Groups

Updates on all standing groups relevant to CUSC Panel e.g. potential for future governance changes or modifications

TCMF – NESO Panel Member

- Previous meeting – 06 March 2025 [Meeting materials and Headline Report](#)
- Next meeting – 10 April 2025

European Updates

Updates on all European developments relevant to CUSC panel e.g. potential for future governance changes or modifications

- European Code Development – Nadir Hafeez
- Joint European Stakeholder Group – Garth Graham
 - Previous meeting - 11 March 2025 [Meeting materials and Headline Report](#)
 - Next meeting – 08 April 2025

Updates on other industry codes

26 February 2025 STC [Panel Papers and Headline Report](#)

27 March 2025 Grid Code Review [Panel Papers and Headline Report](#)

07 March 2025 Special SQSS [Panel Papers and Headline Report](#)

Activities ahead of the next Panel Meeting

Transmission Charging Methodologies Forum	10 April 2025
Modification Proposal Deadline for April Panel	15 April 2025
Papers Day	24 April 2025
Panel Meeting	02 May 2025 Faraday House

Close

Trisha McAuley OBE

Independent Chair, CUSC Panel