

Public

Code Administrator Meeting

Summary

Workgroup Meeting 4: CMP440 Re-introduction of Demand TNUoS locational signals by removal of the zero-price floor

**Date: 21 March
2025**

Contact Details

Chair: Teri Puddefoot, Terri.Puddefoot@nationalenergyso.com

Proposer: Lauren Jauss, lauren.jauss@rwe.com

Key areas of discussion

The purpose of the meeting is to discuss the timeline, actions, and next steps for the Workgroup, including the preparation for Workgroup Consultation.

Outstanding Actions

The following actions were closed during the meeting:

Action 1

The Workgroup discussed the action and concluded that significant work relating to constraints would not be within scope of this modification.

It was agreed that this action will be closed, and that Workgroup members will feed relevant information from Workgroup discussions around constraints into the Workgroup Consultation document. This will include relevant information from the [2023 Ofgem Open letter on strategic transmission charging reform](#).

Action 2

Workgroup members clarified that electrolyzers are treated as final demand and confirmed that this action can be closed.

Action 7

It was confirmed that the legal text in 14.16.2 had been reviewed at the last Workgroup meeting.

Actions to remain open:

Actions 4, 5, 6, 8, 9 and 10 will remain open pending further action required.

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Proposer's Update

The Proposer provided an overview of the current tariff methodologies and the proposed changes under CMP440.

The Proposer presented the impact of the proposed changes on domestic and commercial bills, providing specific examples showing how the removal of the floor and the new charging periods would affect the annual bills of customers in different zones.

The Proposer took an action to add percentage changes into the impact tables showing the impact on bills for better clarity.

The Workgroup discussed the complexities of the proposed changes, including the potential for multiple permutations of tariffs. They considered ways to simplify the methodology while maintaining cost reflectivity and fairness for different customer types.

There was a discussion about seeking feedback from the wider industry through the consultation process. The Workgroup agreed that presenting different options and seeking input would help in refining the proposal and addressing any concerns from stakeholders.

The Proposer took an action to clearly define the original proposal for discussion at the next meeting. Workgroup members to discuss whether any alternatives should then be proposed ahead of the Workgroup Consultation.

Next Steps and Timeline

Workgroup members agreed that another work group meeting should be scheduled following the next scheduled meeting to make sure there is sufficient time to finalise the Workgroup Consultation document and to address any outstanding actions. The Chair will schedule this additional meeting.

Actions

Action Number	Workgroup	Owner	Action	Due by	Status
11	WG4	Proposer	The Proposer took an action to add percentage changes into the impact	WG5	Open

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tables showing the impact on bills for better clarity.

12	WG4	Proposer	The Proposer took an action to clearly define the original proposal for discussion at the next meeting. Workgroup members to discuss whether any alternatives should then be proposed ahead of the Workgroup Consultation.	WG5	Open
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Attendees

Name	Initial	Company	Role
Teri Puddefoot		NESO	Chair
Katherine Higby		NESO	Technical Secretary
Lauren Jauss		RWE	Proposer
Paul Mott		NESO	NESO Representative
Robert Longden		Cornwall Insight	Workgroup Member
Karl Maryon		Drax	Workgroup Member
Simon Vicary		EDF	Workgroup Member
Alex Savvides		Stratkraft	Workgroup Member
Damian Clough		SSE	Workgroup Member
George Douthwaite		ITP Energised	Observer
Akpanedet Uduak		ITP Energised	Observer
Louis Sandiford		Ofgem	Authority rep
David Tooby		Ofgem	Authority rep