

# Code Administrator Meeting Summary

Workgroup Meeting 14: CMP448 Introducing a Progression Commitment Fee to the Gate 2 Connections Queue

Date: 30/05/2025

## **Contact Details**

Chair: Joseph Henry, joseph.henry2@nationalenergyso.com

Proposer: Ash Adams, ashley.adams2@nationalenergyso.com

## **Key areas of discussion**

The Chair outlined the meeting agenda, which included a review of WACM2 and legal text review, Workgroup Report changes and the Workgroup vote.

#### **WACM2 Review**

The Workgroup reviewed WACM2 proposal and discussed and agreed the following points:

- Capacity Reduction Process: A Workgroup member raised concerns about the
  capacity reduction process and its implications for the progression commitment
  fee (PCF), highlighting potential issues if the developer does not sign the
  modification application (Mod app) after initiating the process. The NESO legal
  SME clarified that the legal text requires the formal process to be initiated before
  the 90-day period and that the discount would not apply if the process is
  discontinued, ensuring the developer must follow through with the reduction to
  receive the discount.
- **Legal Text Clarification**: The NESO legal SME explained that the legal text related to the PCF specifies that the discount applies only if the process to reduce capacity is initiated before the 90-day period and remains in train, ensuring developers must commit to the reduction process to benefit from the discount. The Proposer discussed various scenarios where the developer does not sign the modification application (Mod app) and its impact on the discount, highlighting the importance of completing the process to receive the discount.
- **Developer Intent and Discount**: A Workgroup member raised concerns about the wording around the developer's intent to reduce capacity and its impact on the

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discount, questioning whether intent alone would suffice without completing the process. The Proposer clarified that the PCF becomes payable only if the project is terminated before M1, and the discount applies if the Mod app process is initiated before the 90-day period, ensuring developers must start the process early to benefit from the discount.

### **Legal Text Review**

The NESO Legal SME presented the legal text for WACM2, explaining the scenarios for termination and reduction of capacity, including the conditions under which the progression commitment fee (PCF) would be applicable and how the discount would be calculated. A Workgroup member raised questions about specific scenarios, seeking clarification on the implications of different actions by developers on the PCF and the discount. The Proposer provided detailed clarifications on the formulas and processes involved, ensuring that the legal text addresses different scenarios and applies the PCF and discount correctly based on the developer's actions.

### **Workgroup Report Updates**

The Workgroup reviewed the updates to the Workgroup report, highlighting changes to terminology and tables to ensure the report accurately reflected the discussions and decisions made during the Workgroup meetings.

## **Workgroup Vote**

The Chair outlined the voting process for the Workgroup vote, explaining that it consists of two parts: assessment against the objectives and the Workgroup vote. The Workgroup could not reach a consensus on which option was best. There were minority preferences for the Original solution and the Baseline CUSC. 8 Workgroup Members thought the Original solution better facilitated the Applicable Objectives better than the Baseline. 8 workgroup Members believed that the Baseline better facilitated the Applicable Objectives.

#### **Next Steps**

The outlined the next steps for the modification process, which include completing the report, holding a Special CUSC panel meeting on 09 June, and the Code Administrator Consultation.

The Chair expressed appreciation to the Workgroup members for their contributions and support throughout the process, acknowledging their efforts in ensuring a thorough and collaborative discussion on the modification. Workgroup members also took this opportunity to express thanks to the Workgroup Chair.

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# **Actions**

For the full action log, click <u>here.</u>

# **Attendees**

Name	Initial	Company	Role
Joe Henry	JH	NESO	Chair
Ren Walker	RW	NESO	Tech Sec
Ash Adams	AA	NESO	Proposer
			Workgroup
Andrew Allan	AAL	RWE	Member
			Workgroup
Amy - Isabella Wells	AIW	NGET	Member
			Workgroup
Andrew Yates	AY	Statkraft	Member
	ВС	Bluefloat Energy/Nadara	Workgroup
Barney Cowin		Partnership	Member
	ВН		Workgroup
Brian Hoy		ENWL	Member
	CC		Workgroup
Catherine Cleary		Roadnight Taylor	Member
		RWE Supply and Trading	Workgroup
Claire Hynes	СН	GmbH	Member
			Workgroup
Rosemary McInness	RMI	ScottishPower Renewables	Alternate
			Workgroup
Dennis Gowland	DG	Research Relay Ltd	Member
			Workgroup
Andy Colley	AC	SSE Generation	Alternate
			Workgroup
Gareth Williams	GW	SP Energy Networks	Member
	GN		Workgroup
Grahame Neale		Lightsource BP	Member
			Workgroup
Grant Rogers	GR	Qualitas Energy	Member
			Workgroup
Jack Purchase	JP	NGED	Member

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			Workgroup
Jamie McDougall	JMD	SP Energy Networks	Member
			Workgroup
James Jackson	JJ	Orsted	Member
			Workgroup
Joe Colebrook	JC	Innova	Member
	KH		Workgroup
Kimbrah Hiorns		EDF Renewables	Alternate
			Workgroup
Nina Sanghera	NS	Drax	Member
			Workgroup
Robin Prince	RP	Island Green Power	Member
			Workgroup
Rob Smith	RS	ENSO Energy	Member
			Workgroup
Charles Williams	CW	Wind2	Observer
			Workgroup
Euan Norrington	EN	SSE Renewables	Observer
	KS		Workgroup
Kyle Smith		Energy Networks	Observer
Jamie Hardy	JH	Accenture	SME
	DFM	Ofgem	Authority
Daniel Ffrecnh Mullen			Representative