

# **CMP423 Generation Weighted Reference Node**

Workgroup 6 (22 May 2025 1.30PM)

Online Meeting via Teams

# Agenda

| #  | Topics to be discussed                | Lead  |
|----|---------------------------------------|-------|
| 1. | Welcome and Expectations              | Chair |
| 2. | Objectives and Timeline Review        | Chair |
| 3. | Finalise Draft Workgroup Consultation | All   |
| 4. | Actions update                        | Chair |
| 5. | Any Other Business                    | Chair |
| 6. | Next Steps                            | Chair |

# WELCOME

## Expectations of a Workgroup Member

Contribute to the discussion

Be respectful of each other's opinions

Language and Conduct to be consistent with the values of equality and diversity

Do not share commercially sensitive information

Be prepared – Review Papers and Reports ahead of meetings

Complete actions in a timely manner

Keep to agreed scope

Email communications to/cc'ing the .box email

## Your Roles

Help refine/develop the solution(s)

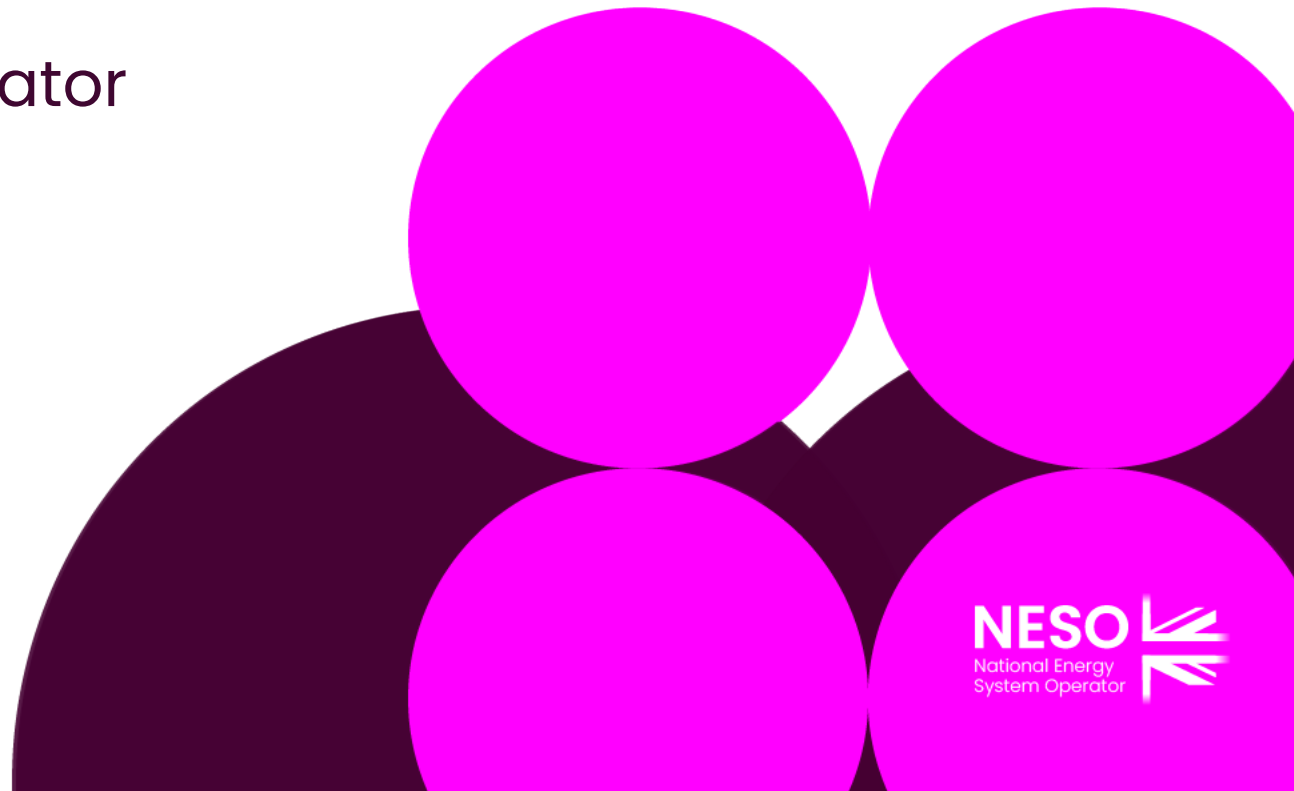
Bring forward alternatives as early as possible

Vote on whether or not to proceed with requests for Alternatives

Vote on whether the solution(s) better facilitate the Code Objectives

# Objectives and Timeline

Claire Goult – NESO Code Administrator





# Timeline

## Objectives

Review Worked Example

Discuss Proposer's legal text views

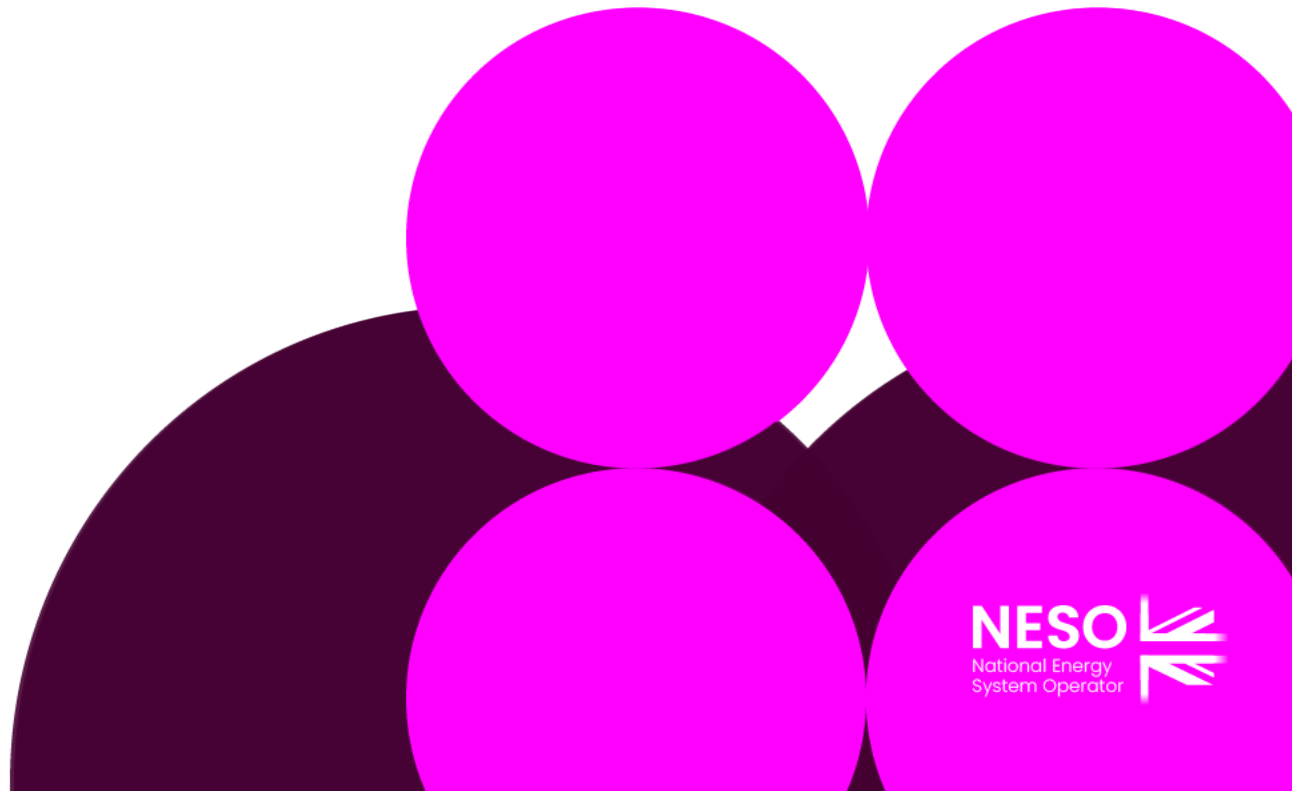
Review Terms of Reference

| Workgroups                                      |  |
|---|--|
| CMP423 Workgroup 1                              | 22/01/2024                               |
| CMP423 Workgroup 2                              | 17/04/2024                               |
| CMP423 Workgroup 3                              | 17/12/2024                               |
| CMP423 Workgroup 4                              | 25/03/2025                               |
| CMP423 Workgroup 5                              | 01/05/2025                               |
| CMP423 Workgroup 6                              | 22/05/2025 PM*                           |
| CMP423 Workgroup Consultation                   | 29/05/2025 – 20/06/2025 (15BD)           |
| CMP423 Workgroup 7                              | 29/05/2025 24/06/2025                    |
| <del>CMP423 Workgroup 8</del>                   | <del>17/06/2025</del>                    |
| CMP423 Workgroup 8                              | 10/07/2025                               |
| CMP423 Workgroup 9                              | 05/08/2025                               |
| CMP423 Workgroup 10                             | TBC                                      |
| CMP423 Workgroup Report to Panel                | 18/09/2025                               |
| Post Workgroups                                 |  |
| CMP423 Code Administrator Consultation          | 09/10/2025 – 29/10/2025                  |
| CMP423 Draft Final Modification Report to Panel | 18/11/2025                               |
| CMP423 Final Modification to Ofgem              | 09/12/2025                               |
| CMP423 Implementation Date                      | 10 Business Days post Authority Decision |

\* Afternoon to avoid GCRP meeting

# Finalise Workgroup Consultation

ALL



# Action Update



# CMP423 Actions Review

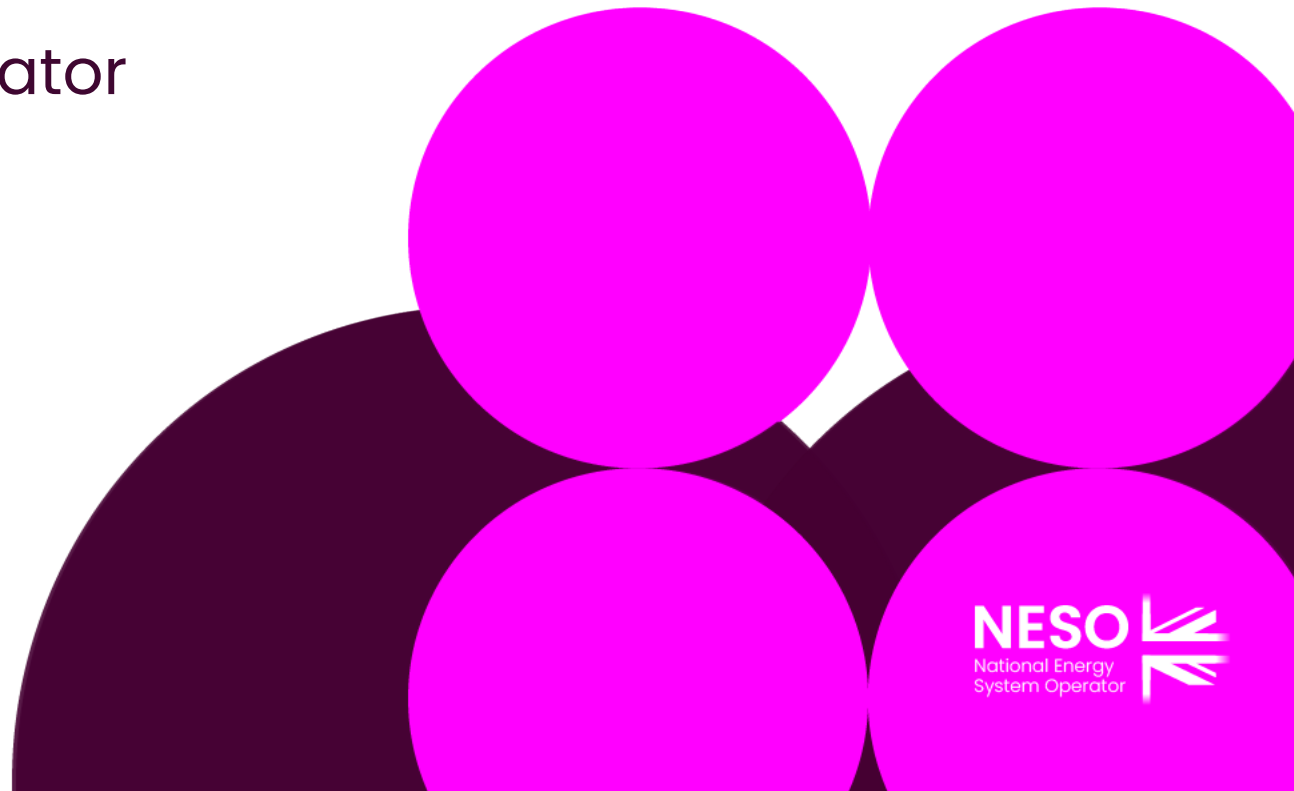
| Action Number | Workgroup Raised | Owner | Action  | Due by | Status | Latest   |
|---------------|------------------|-------|---|--------|--------|--|
| 1             | WG3              | DH    | Analysing the impact of the proposed changes on different technologies and locations  | WG4    | Closed | Spreadsheet circulated and presented WG4                                 |
| 2             | WG3              | JT    | Review and suggest amendments to Section 14.15.52 to support the proposal   | WG4    | Closed | Initial thoughts provided by Proposer and circulated                     |
| 3             | WG3              | DH    | Prepare an analysis of impact proposed data of tariffs on later years to understand comparisons for NESO to look at the differences in flow | WG4    | Closed | Spreadsheet circulated and presented WG4                                 |
| 4             | WG4              | DH    | Analysis to include output tariffs for CMP423 combined with other CMP444 WACMs, beyond just WACM 1.   | TBC    | Closed | Analysis discussed Workgroup 5   |
| 5             | WG4              | DH    | Analysis on interaction with CMP432 Original  | TBC    | Closed | Analysis discussed Workgroup 5   |
| 6             | WG4              | NC    | NESO legal team to review legal text suggestions and consider comments from CMP423 related to the worked examples (Section 14.21)           | TBC    | Open   | NC provided an update on worked examples but will confirm in more detail |
| 7             | WG4              | CG    | Evaluate the current timeline leading up to the Workgroup Report and circulate a new draft to Workgroup members                             | TBC    | Open   | To be shared and discussed in WG6  |
| 8             | WG4              | CG    | Draft and circulate the Workgroup Consultation document   | TBC    | Closed |  |
| 9             | WG4              | CG    | Question for CUSC Panel – Clarification of what is meant by Terms of Reference (c)  | TBC    | Closed | A Panel member responded with their interpretation and shared in WG5     |

# CMP423 Actions Review

| Action Number | Workgroup Raised | Owner | Action  | Due by | Status | Latest   |
|---------------|------------------|-------|---|--------|--------|--|
| 9             | WG4              | CG    | Question for CUSC Panel – Clarification of what is meant by Terms of Reference (c)  | TBC    | Closed | A Panel member responded with their interpretation and shared in WG5 |
| 10            | WG5              | JT    | Update the Legal Text to include the additional section about local circuits and reference nodes  | WG6    | Open   |  |
| 11            | WG5              | JT    | Add a section to the Workgroup Consultation to clarify the likely impact on CFD prices and include the pounds per MW hour equivalent impact       | WG6    | Open   | Consultation available on the collaboration space for members        |
| 12            | WG5              | JT    | Add graphical representations to the Workgroup Consultation to help articulate the data analysis.   | WG6    | Open   |  |
| 13            | WG5              | JT    | Provide a summary of the different WACOMs for inclusion in the Workgroup Consultation.  | WG6    | Open   |  |
| 14            | WG5              | NC    | Update the work examples in the Legal Text to reflect the CMP423 solution.  | WG6    | Open   |  |
| 15            | WG5              | JT    | Ensure the analysis related to the impact on demand customers and the generation-demand split is clearly explained in the Workgroup Consultation. | WG6    | Open   |  |
| 16            | WG5              | JT    | Add a section to Workgroup Consultation to explain the interaction between CMP423 and CMP440  | WG6    | Open   |  |
|               |                  |       |   |        |        |  |

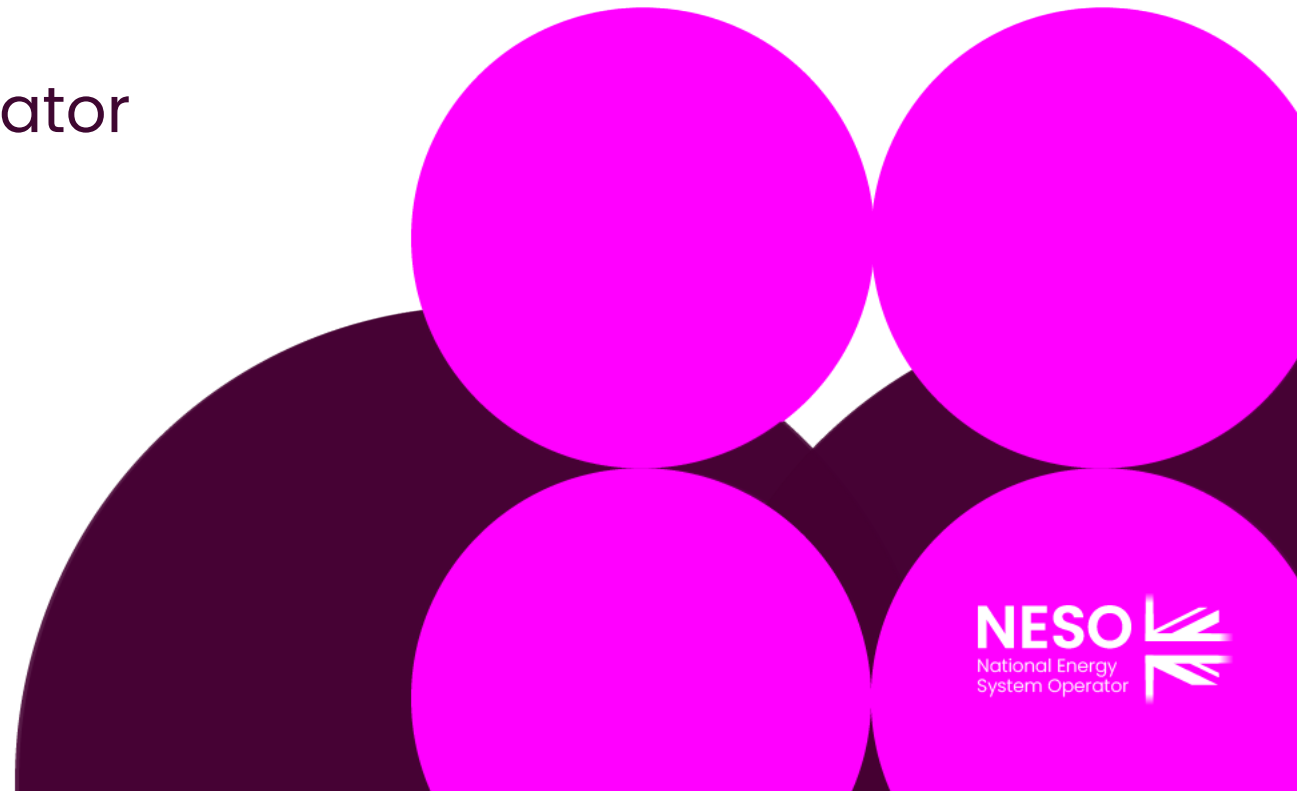
# Any Other Business

Claire Gault – NESO Code Administrator



# Next Steps

Claire Gault – NESO Code Administrator



# Appendix

# Workgroup Membership

| Role             | Name            | Company                   | Alternate             |
|------------------|-----------------|---------------------------|-----------------------|
| Chair            | Claire Goult    | NESO                      |                       |
| Tech Sec         | Andrew Hemus    | NESO                      |                       |
| Proposer         | John Tindal     | SSE                       | Damian Clough         |
| Workgroup Member | Niall Coyle     | NESO                      | Paul Mott             |
| Workgroup Member | Ryan Ward       | Scottish Power Renewables | Joe Dunn/Hector Perez |
| Workgroup Member | Robin Dunne     | Intergen UK               | Ben Butler            |
| Workgroup Member | Robert Longden  | Enco Energy Trade         |                       |
| Workgroup Member | Tom Steward     | RWE                       | Lauren Jauss          |
| Workgroup Member | Dennis Gowland  | Research Relay Ltd        | John Morgan           |
| Workgroup Member | Simon Lord      | Engie                     | Andrew Rimmer         |
| Workgroup Member | Gregory Edwards | Centrica                  | James Knight          |
| Workgroup Member | Graham Pannel   | BayWa r.e                 | Jonathan Oguntola     |
| Workgroup Member | Nick Sillito    | Peakgen                   |                       |
| Workgroup Member | Nicolas Lescal  | Ocean Winds               | Giulia Licocci        |
| Workgroup Member | Paul Youngman   | Drax                      | Joshua Logan          |
| Workgroup Member | Binoy Dharsi    | EDFR                      | Glenn Smith           |



# Workgroup Membership

| Role                     | Name                 | Company   | Alternate     |
|--------------------------|----------------------|---|---------------|
| Subject Matter Expert    | Dan Hickman          | NESO  |               |
| Workgroup Observer       | William Maidment     | Ventient Energy   |               |
| Workgroup Observer       | Alan Kelly           | Corio Generation  |               |
| Workgroup Observer       | Faiva Wadawasina     | Bellrock offshore Windfarm Limited/Broadshore Offshore Windfarm limited | Barney Cowin  |
| Workgroup Observer       | Archie Campbell      | Zenobe  | Tom Palmer    |
| Workgroup Observer       | Chia Nwajagu         | Ørsted  | David Wellard |
| Observer                 | Sally Ann Young      | SSE   |               |
| Observer                 | Jess Rivalland       | NESO  |               |
| Observer                 | Nina Sharma          | Drax  |               |
| Authority Representative | David Ffrench-Mullen | Ofgem   |               |

# CMP423 – Terms of Reference

| Workgroup Term of Reference |  |
|-----------------------------|--|
| a)                          | Consider EBR implications  |
| b)                          | Consider implications for the network sharing calculation in the Transport and Tariff model  |
| c)                          | Consider potential locations for new generation such as via the TEC Register, seabed leasing, or other planning sources                                  |
| d)                          | Consider the impact on tariffs that may arise from changes in the way circuits may be placed into either Peak Security and Year-Round buckets.           |
| e)                          | Consider the impact on demand customers contribution from a different location signal especially those unable to react to those signals                  |
| f)                          | Consider interactions with other Task Force modifications  |
| g)                          | Consider if the assumption that change in generation will displace generation elsewhere is an appropriate assumption now and in the future.              |
| h)                          | Consider whether the reduction within generation charges approaches the euro floor in the limiting regulation and what would happen in that circumstance |
| i)                          | Consider the scope of work identified and whether this is achievable within the timeframe outlined in the Ofgem Urgency decision letter.                 |