

CMP447: Removal of designated strategic works from cancellation charges/securitisation

Workgroup 4, 10 July 2025

Online Meeting via Teams

WELCOME

Agenda

| Topics to be discussed | Lead |
|--|-------|
| Welcome | Chair |
| Action Log Review | Chair |
| Guidance Note | PM |
| Review Legal Text | All |
| Review Workgroup consultation comments | All |
| Any Other Business | Chair |
| Next Steps | Chair |

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

Workgroup Membership

| Role | Name | Company |
|------------------|-------------------|----------------------------------|
| Proposer | Harvey Takhar | NESO |
| Workgroup Member | Alan Kelly | Corio Generation |
| Workgroup Member | Als Scrope | Northland Power |
| Workgroup Member | Barney Cowin | Blue Float |
| Workgroup Member | Calum Duff | Bowdun Offshore Wind Farm |
| Workgroup Member | Calum MacDonald | Point and Sandwick Trust |
| Workgroup Member | Ciaran Fitzgerald | Scottish Power Renewables |
| Workgroup Member | Charles Yates | Muir Mhor Offshore Wind Farm Ltd |
| Workgroup Member | Damian Clough | SSE |
| Workgroup Member | Dennis Gowland | Research Relay Ltd |
| Workgroup Member | Glenn Smith | EDF Energy Renewables |
| Workgroup Member | Joe Colebrook | Innova |
| Workgroup Member | Kirsty Dawson | Statkraft |

Workgroup Membership

| Role | Name | Company |
|--------------------------|---------------------|----------------------------------|
| Workgroup Member | Kyle Murchie | Roadnight Taylor |
| Workgroup Member | Lenka Peskova | ESB Generation and Trading |
| Workgroup Member | Mark McCabe | Boralex |
| Workgroup Member | Matthew Dowds | Muirhall Energy |
| Workgroup Member | Neil Bennett | SSEN Transmission |
| Workgroup Member | Patrick Smart | RES UK & IRELAND LIMITED |
| Workgroup Member | Paul Youngman | Drax |
| Workgroup Member | Richard Blanchfield | Talisk-Magnora Offshore Wind Ltd |
| Workgroup Member | Sam Aitchison | Island Green Power |
| Workgroup Member | Tim Ellingham | RWE |
| Workgroup Observer | Gareth Williams | SPEN |
| Workgroup Observer | Holly Thomas | Scottish Renewables |
| Workgroup Observer | Iwan Watkin | Jacobs |
| Authority Representative | Christopher Patrick | Ofgem |

What is the Alternative Request?

What is an Alternative Request? The formal starting point for a Workgroup Alternative Modification to be developed which can be raised up until the Workgroup Vote.

What do I need to include in my Alternative Request form? The requirements are the same for a Modification Proposal you need to articulate in writing:

- a description (in reasonable but not excessive detail) of the issue or defect which the proposal seeks to address compared to the current proposed solution(s);
- the reasons why you believe that the proposed alternative request would better facilitate the Applicable Objectives compared with the current proposed solution(s) together with background information;
- where possible, an indication of those parts of the Code which would need amending in order to give effect to (and/or would otherwise be affected by) the proposed alternative request and an indication of the impacts of those amendments or effects; and
- where possible, an indication of the impact of the proposed alternative request on relevant computer systems and processes.

How do Alternative Requests become formal Workgroup Alternative Modifications? The Workgroup will carry out a Vote on Alternatives Requests. If the majority of the Workgroup members or the Workgroup Chair believe the Alternative Request will better facilitate the Applicable Objectives than the current proposed solution(s), the Workgroup will develop it as a Workgroup Alternative Modification.

Who develops the legal text for Workgroup Alternative Modifications? NESO will assist Proposers and Workgroups with the production of draft legal text once a clear solution has been developed to support discussion and understanding of the Workgroup Alternative Modifications.

CMP447 Urgent Timeline as of 13 June 2025

| Milestone | Date | Milestone | Date |
|---|--|---|---|
| Modification presented to Panel (Urgency request) | 09 June 2025 | Code Administrator Consultation (10 Business Days) | 19 September – 03 October 2025 |
| Further Workgroup Nominations (5 Business Days) | 09 June – 16 June 2025 | Draft Final Modification Report (DFMR) issued to Panel (3 Business Days) | 09 October 2025 |
| Ofgem grant Urgency | 13 June 2025 (5pm) | Panel undertake Recommendation Vote | 15 October 2025 |
| Workgroup 1 – 5 | 20 June 2025 26 June 2025 03 July 2025 10 July 2025 17 July 2025 | Final Modification Report issued to Panel to check votes recorded correctly | 15 October 2025 |
| Workgroup Consultation (10 Business Days) | 21 July – 04 August 2025 | Final Modification Report issued to Ofgem | 15 October 2025 |
| Workgroup 6 – 10 – Assess Workgroup Consultation Responses and Workgroup Vote | 12 August 2025 18 August 2025 28 August 2025 02 September 2025 08 September 2025 | Ofgem decision | TBC |
| Workgroup report issued to Panel (3 Business Days) | 12 September 2025 | Implementation Date | 10 Business days after Authority decision |
| Panel sign off that Workgroup Report has met its Terms of Reference | 18 September 2025 | | |

CMP447 – Terms of Reference

| Workgroup Term of Reference | Location in Workgroup Report (to be completed at Workgroup Report stage) |
|---|--|
| a) Consider EBR implications | |
| b) Consider timing and process for implementation with regard to ongoing Connection Reform | |
| c) Consider if a wider approach that takes account to works designated by GEMA might be suitable. | |
| d) Consider the provision of anonymised data/ worked examples | |

Action Log Review

Sarah Williams – NESO Code
Administrator

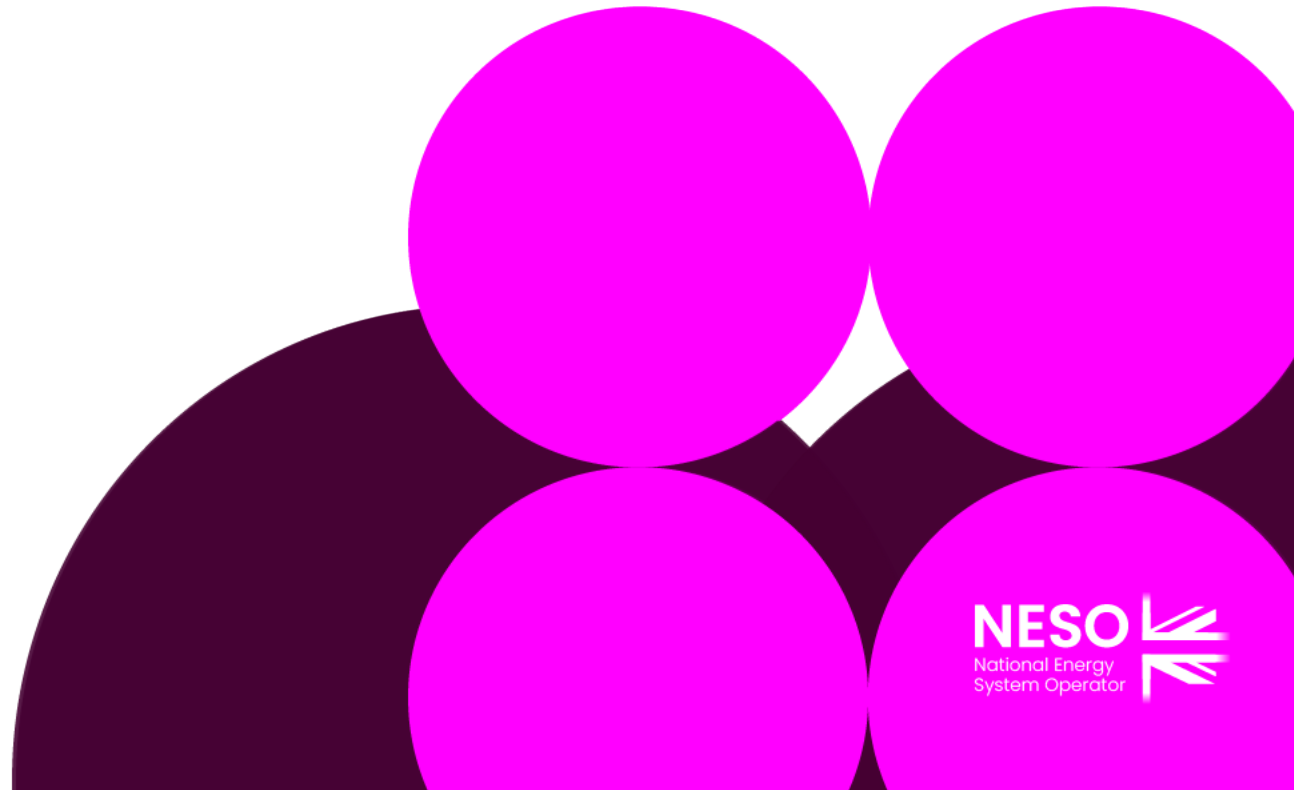


Action Log

| Action | Description | Owner | Due | Status |
|--------|---|-------|-----|--------|
| 5 | Work with the NESO Connections Team to clarify whether the works removed from attributable works under CMP447 will be included in the zonal wider works cancellation charge | HT | WG3 | Open |
| 7 | Clarify the expectations of Ofgem, ensuring they are fully aware of the expectations related to this modification | HT | WG3 | Open |
| 8 | Propose a list of principles that would provide a clear framework for understanding what constitutes accepted works and how they should be designated | HT/PM | WG3 | Open |
| 11 | Provide further clarification on the inclusion of attributable works in the wider cancellation charge and will document the update onto a slide for wider communication. | HT/PM | WG4 | Open |
| 12 | Draft a guidance note to capture the principles and provide clarity on the designation process and will update the Workgroup at a future meeting | PM | WG4 | Open |
| 13 | Share the case study and worked examples with Workgroup members post-meeting | SW | WG4 | Open |

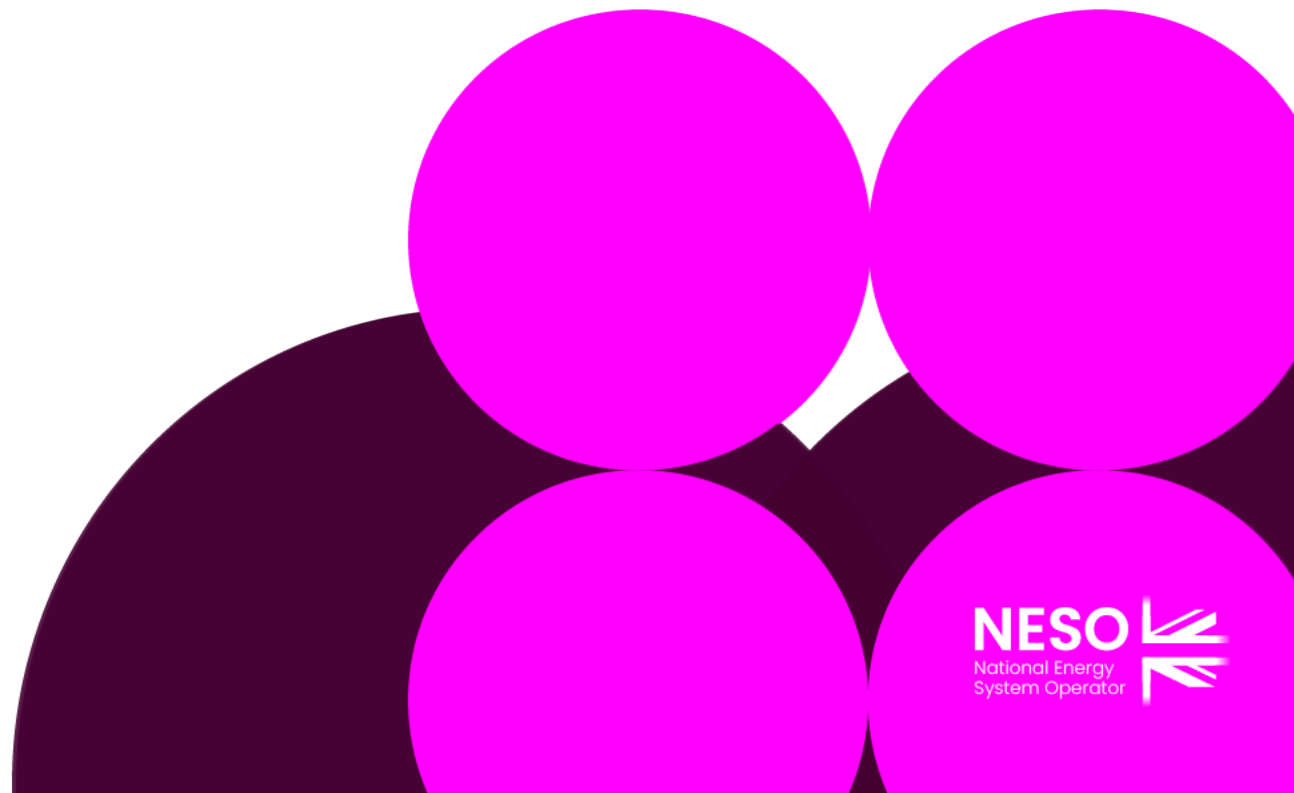
Guidance Note – Action 12

Paul Mott – NESO



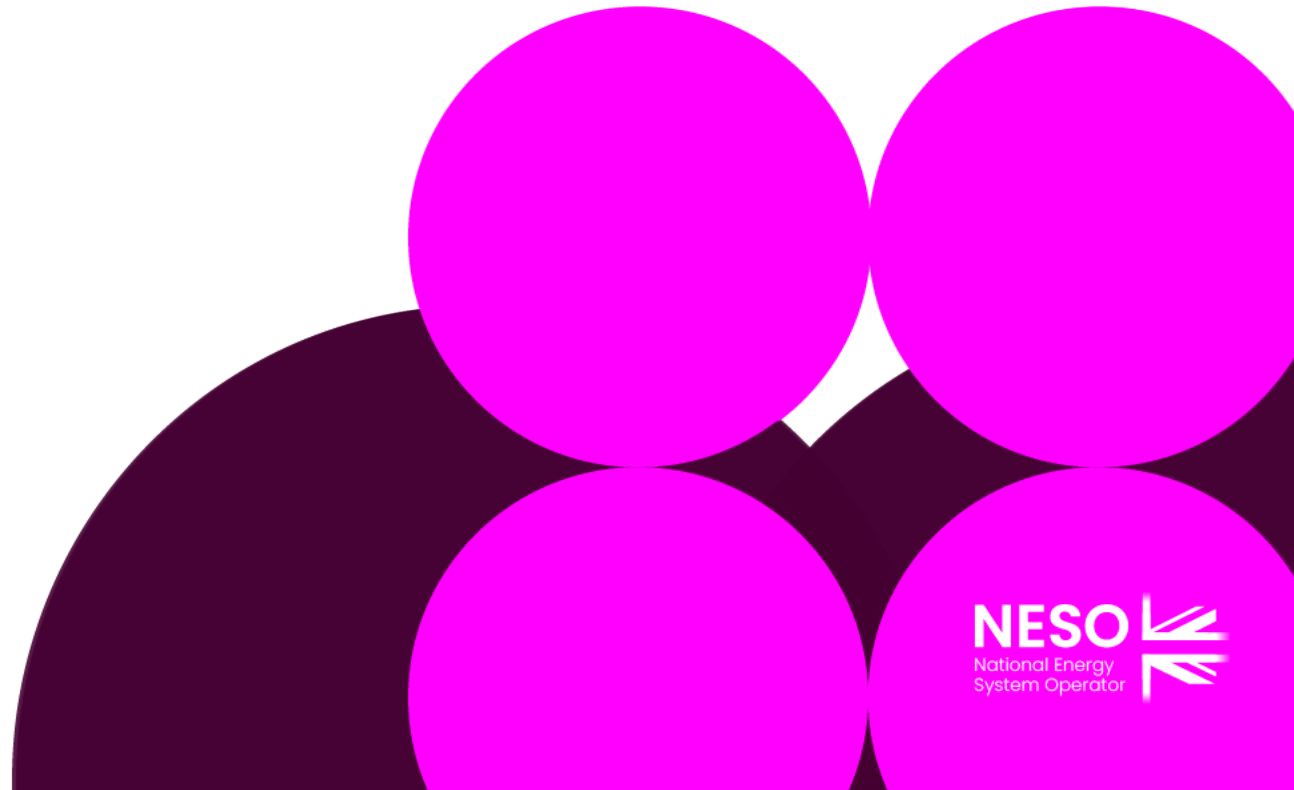
Legal Text Review

Paul Mott – NESO



Draft Workgroup Consultation comments/questions

All



Any Other Business

Sarah Williams – NESO Code
Administrator



Next Steps

Sarah Williams – NESO Code
Administrator

