



Code Administrator Meeting Summary

Workgroup Meeting 10: Re-introduction of Demand TNUoS locational signals by removal of the zero-price floor.

Date: 11 September 2025

Contact Details

Chair: Robert Hughes, Robert.hughes@neso.energy

Proposer: Lauren Jauss, <u>lauren.jauss@rwe.com</u>

Key areas of discussion

The Chair outlined the primary objective of the meeting, which was to cast a vote on the alternative proposal presented to the Workgroup members.

<u>Timeline adjustments</u>

The Chair confirmed that the project timeline is currently on track, with all key milestones being met as planned. The Workgroup is maintaining progress according to the original schedule.

The Chair noted that the upcoming Workgroup meeting would need to be rescheduled due to Annual Leave and would inform Workgroup members of alternative date options.

Scope and outcome of EDF Alternative Request

The Chair explained that the EDF alternative request was reviewed by the Code Governance management team and legal team, both of whom concluded that the request is out of scope because the Original proposal was tightly defined to affect only final demand users.

The Chair advised of the available options such as raising a new modification and suggesting the storage working group as another forum for further discussion on the issue.

Statkraft Alternative Proposal

The Proposer outlined the Statkraft Alternative Request, explaining that it maintains the current methodology for positive zones but reinstates a locational signal for negative zones by applying a pence per kWh tariff over year-round consumption, aiming to improve cost reflectivity and avoid distorting operational signals.

The Proposer described the calculation steps, including using model outputs for pounds per kilowatt, multiplying by zonal demand, and dividing by total year-round consumption, with supporting analysis from Frontier and CP30 plans to justify the year-round approach for negative zones.

Voting outcome

The Chair explained the two-stage voting process, and the Workgroup proceeded to vote, using Stage One of the process. By a majority of 6 to 1, the eligible members voted in favour of progressing the Statkraft alternative as a WACM, to be incorporated into the workgroup report and supported by new legal text.

Workgroup Report and legal text

The Chair outlined the next steps for the Workgroup, focusing on preparing a Draft Workgroup Report and developing legal text for both the original proposal and the newly approved WACMI.

Actions

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

Action	• .	Owner	Action	Due by	Status
Number	Raised				
18	WG6	LJ/PM	Develop the legal text on the current CUSC section 14 baseline.	Ongoing	Open
21	WG10	RH/SW	Send out options for the next workgroup meeting date, via a Doodle poll.	WG11	Open

Attendees

Name	Initial	Company	Role
Robert Hughes	RH	NESO Code	Chair
		Administrator	
Sarah Williams	SW	NESO Code	Tech Secretary
		Administrator	
Lauren Jauss	LJ	RWE	Proposer
Alex Savvides	AS	Statkraft	Workgroup
			member
Damian Clough	DC	SSE	Workgroup
			member
George Douthwaite	GD	ITP Energised	Observer
Louis Sandiford	LS	Ofgem	Authority
			Representative
Niall Coyle	NC	NESO	NESO
			Representative

NS Drax		Workgroup	
		member	
		Alternate	
PM	NESO	NESO	
		Representative	
RL Cornwall Insight		Workgroup	
		member	
SV	EDF	Workgroup	
		member	
	PM RL	PM NESO RL Cornwall Insight	