

CMP474: Fixed BSUoS Price Revision Mechanism

Workgroup 3, 15 May 2026

Online Meeting via Teams

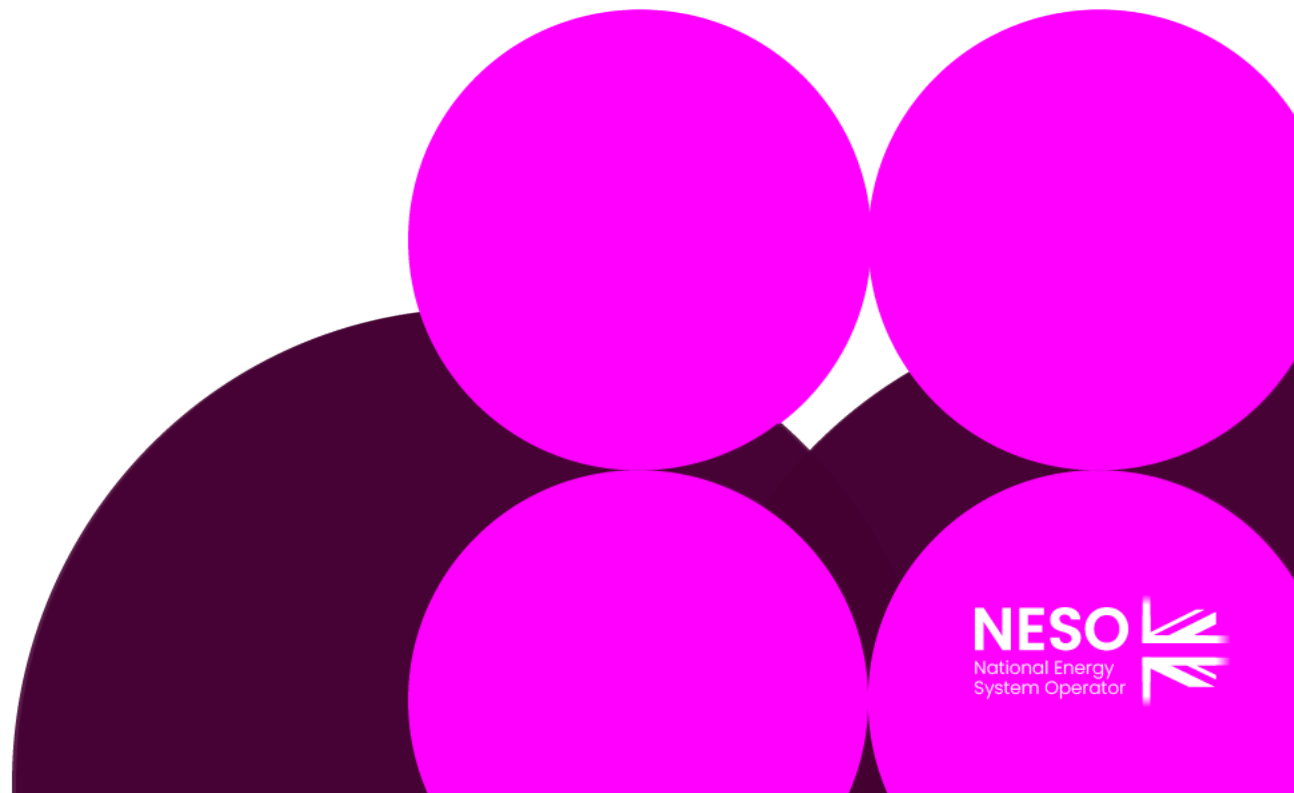
WELCOME

Agenda

Topics to be discussed	Lead
Workgroup Responsibilities and Expectations	Chair
Objectives and Timeline	Chair
Action Log Update	Chair
Legal Text	NESO SME
Workgroup Consultation	Chair
Cross Code Impacts	All
Any Other Business	Chair
Next Steps	Chair

Workgroup Responsibilities and Membership

Catia Gomes – NESO Code Administrator



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

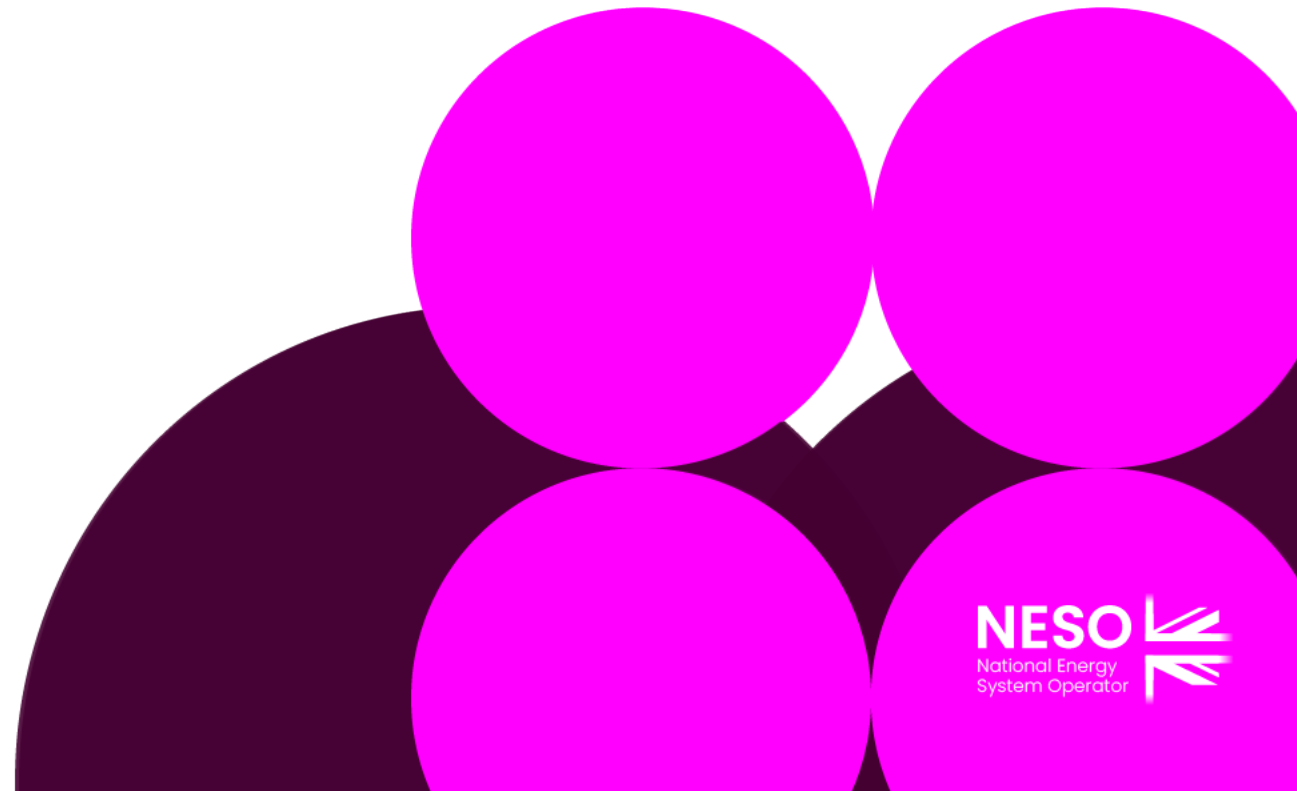
Role	Name	Company	Industry Sector
Proposer	Gregory Edwards	Centrica	
Workgroup Member	Damian Glough	SSE	Generator
Workgroup Member	Gareth Evans	Waters Wye	Other
Workgroup Member	Hugh Boyle	EDF Energy	Supplier
Workgroup Member	Karl Maryon	Drax	Supplier
Workgroup Member	Louise Hellyer	Totalenergies	Supplier
Workgroup Member	Michael Clark	Engie Supply UK	Supplier
Workgroup Member	Pawel Czarnowski	ScottishPower	Supplier

Workgroup Membership

Role	Name	Company	Industry Sector
Observer	Enmanuel Morales	Brook Green Supply	Supplier
Observer	Piotr Czarniecki	E.ON	Supplier
Observer	Robert Cameron-Higgs	Ecotricity	
Observer	Sunny Yedekar	Yu Energy	
Authority Representative	David Tooby	Ofgem	

Objectives Timeline

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Urgent Timeline

Objectives

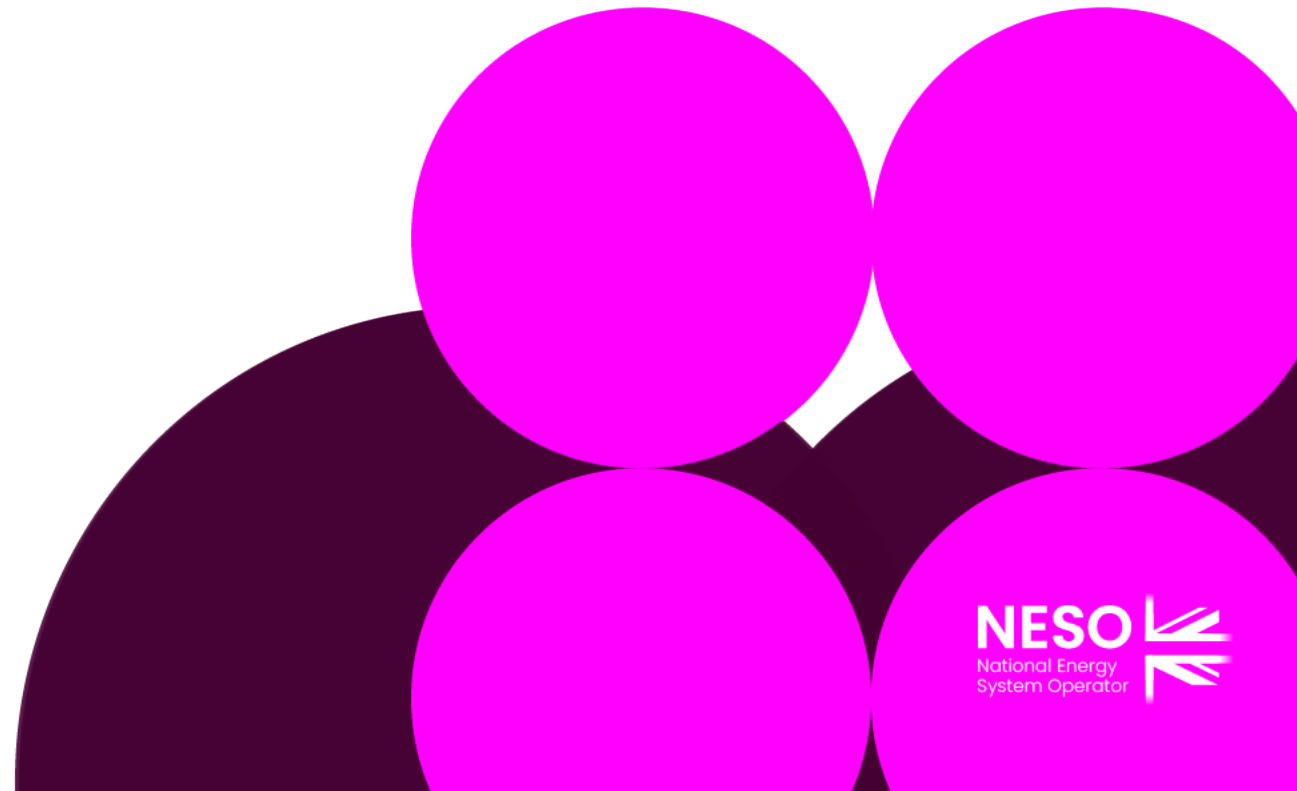
To update the solution if required and discuss possible alternatives

Urgent Timeline for CMP474 as of April 2026

Workgroups		
Workgroup 1	30 April 2026	Proposer's presentation
Workgroup 2	07 May 2026	Solution Update
Workgroup 3	11 May 2026	Alternatives/Consultation questions
Workgroup 4	15 May 2026	Finalise WG Consultation
Workgroup Consultation	9.00am 19 May 2026 to 5.00pm 22 May 2026	
Workgroup 5	28 May 2026	Review consultation responses
Workgroup 6	02 June 2026	Alternative Discussion
Workgroup 5	05 June 2026	Review and Finalise Legal Text
Workgroup 6	10 May 2026	Finalise Report/Workgroup Vote
Post Workgroups		
Workgroup Report to Panel	19 May 2026	Special Panel 19 June 2026
Code Administrator Consultation	23 June 2026 – 29 June 2026 (5 Business Days due to Urgency)	
Draft Final Modification Report to Panel	07 July 2026	Special Panel on 10 July 2026
Final Modification Report to Ofgem	10 July 2026	Decision 17 July 2026
Implementation Date	24 July 2026	

Action Log Update

Catia Gomes – NESO Code Administrator

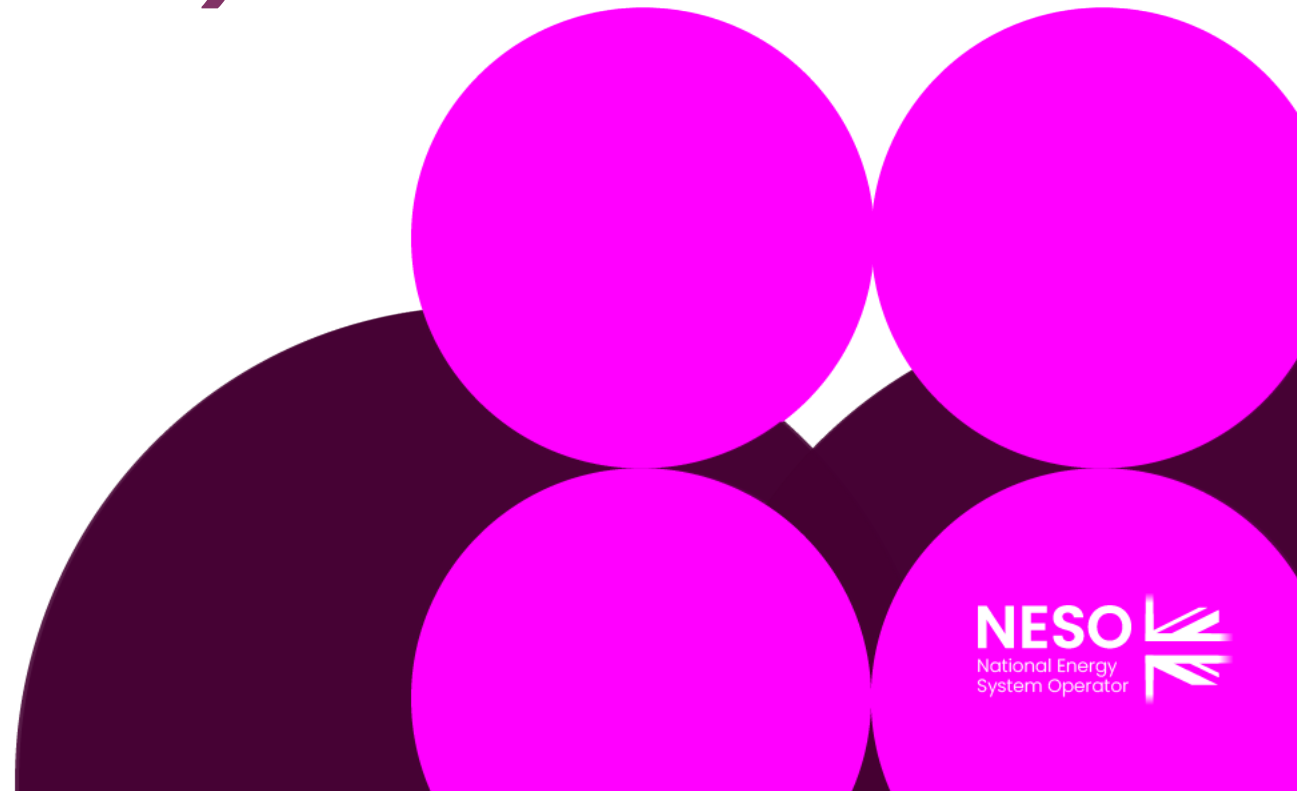


Actions Log

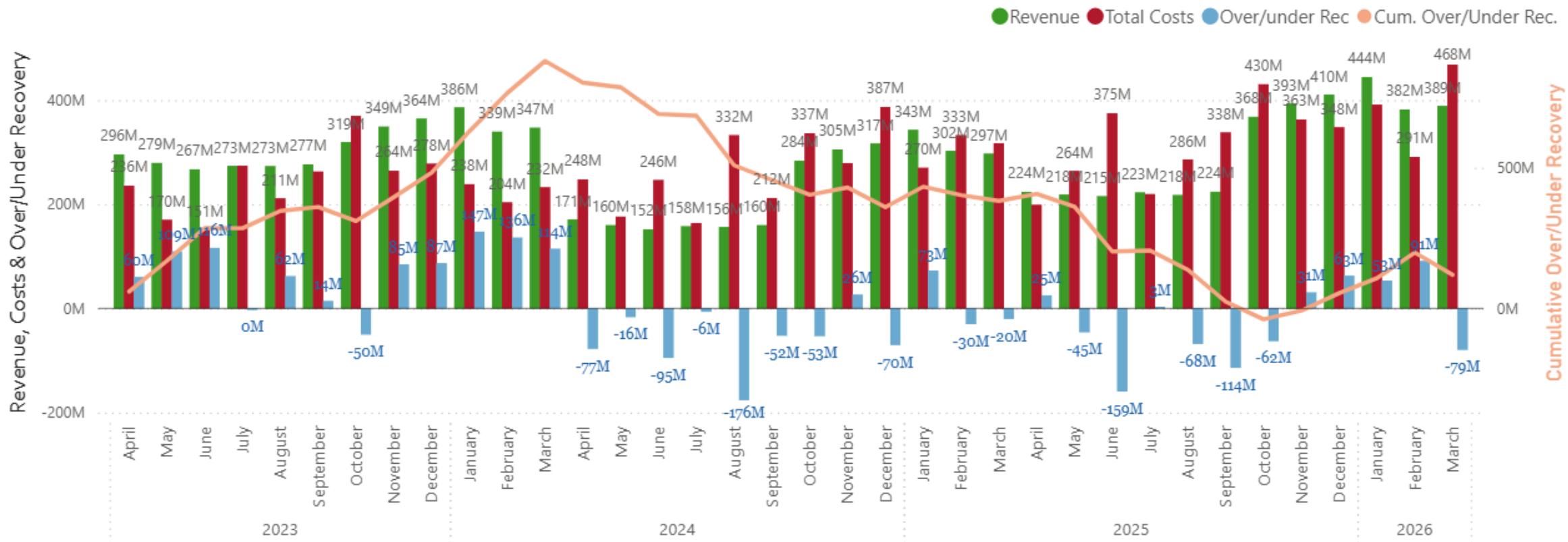
Action Number	Owner	Action	Status
7	NE	Provide illustrative analysis comparing fixed BSUoS recovery with actual balancing cost outturns since fixed tariffs were introduced, including the impact of operating in over recovery versus a neutral cash position. Update: Provide illustrative analysis based on cashflow	Propose to close
8	GE/MC	Amend to simplify the illustrative example 'Enduring arrangements for the January – March 2027 price cap period onwards' which is to be annexed to the Workgroup Consultation	Propose to close
9	All	Workgroup to review Workgroup Consultation on the Collaboration Space and consider additional specific questions.	Propose to close

Updated Analysis (Action 7)

Martin Cahill– NESO



Updated View: Revenue, Costs and Cashflow Position



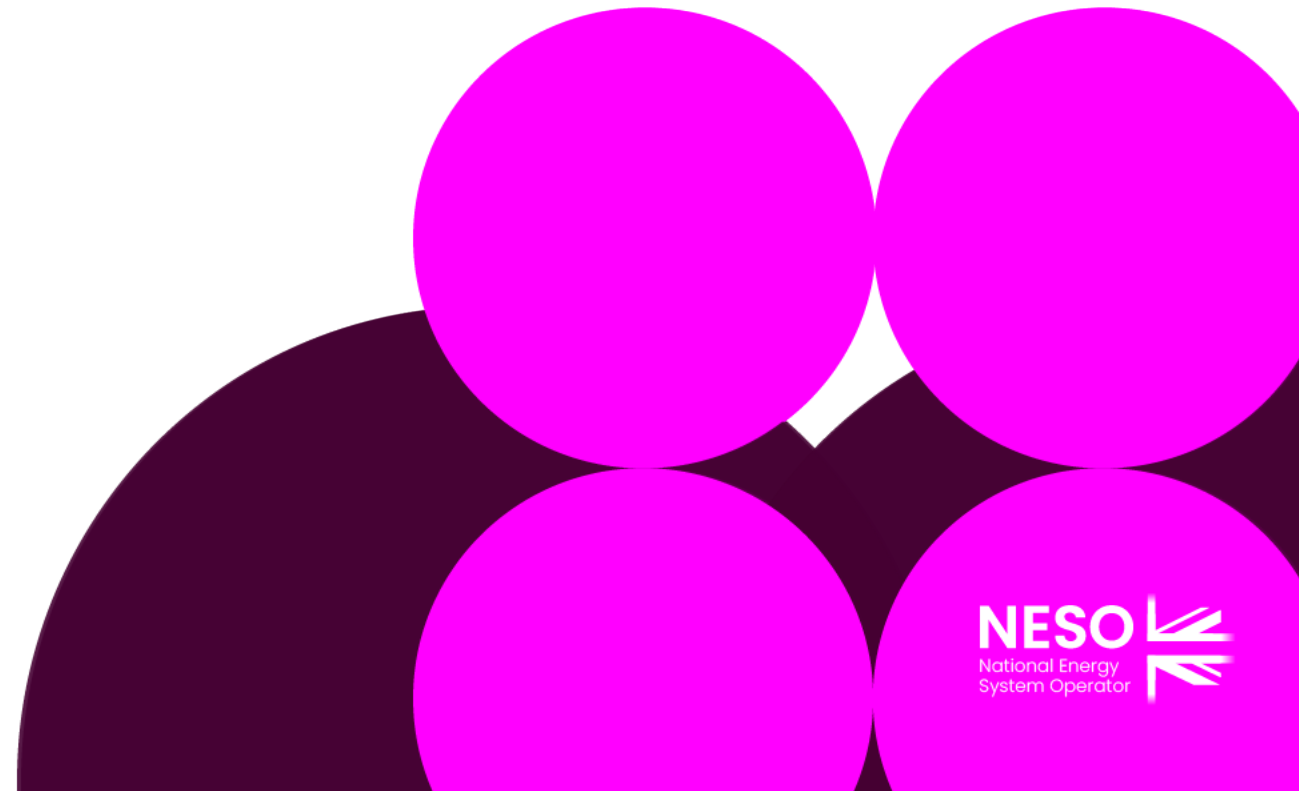
Updated Example (Action 8)

Martin Cahill – NESO

Gregory Edwards – Centrica

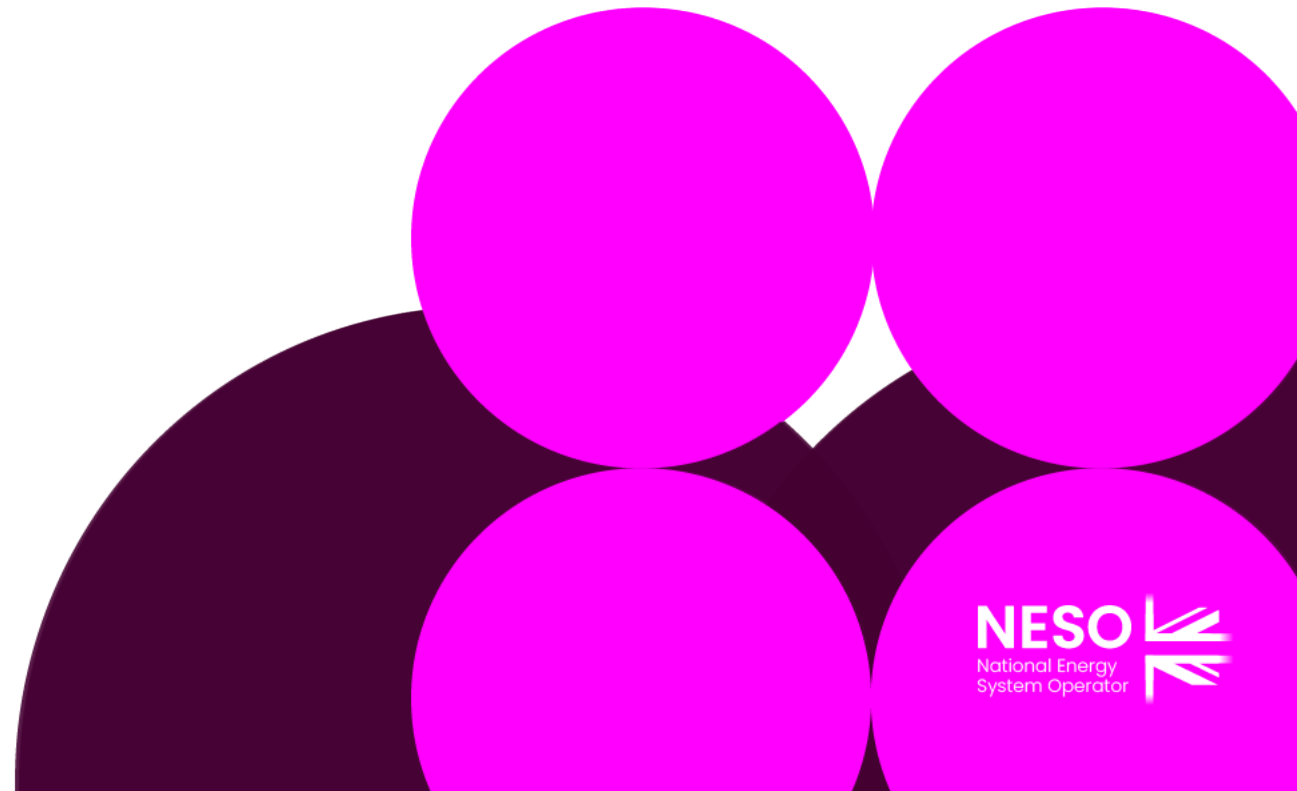
Legal Text

Martin Cahill– NESO



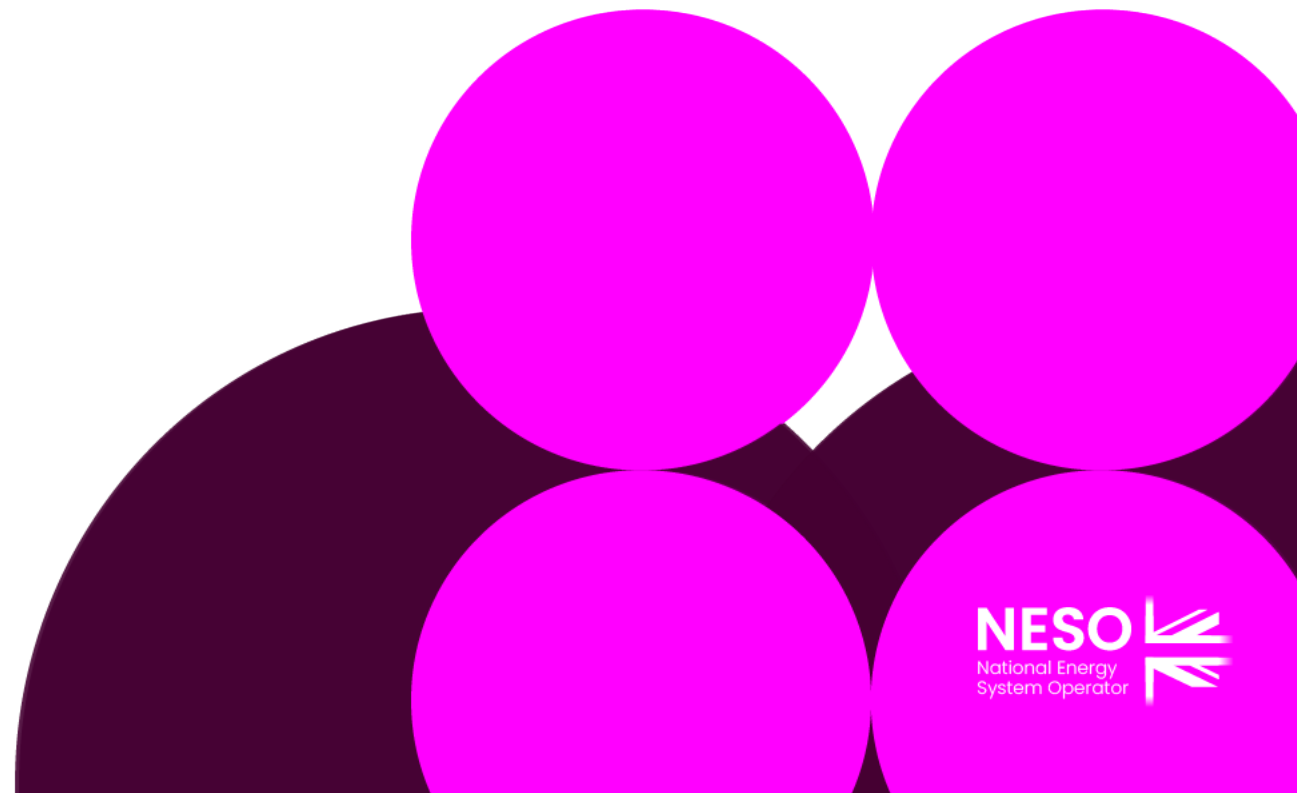
Workgroup Consultation

Catia Gomes – NESO Code Administrator



Cross Code Impacts

Catia Gomes – NESO Code Administrator



Any Other Business and Next Steps

Catia Gomes – NESO Code Administrator

