

## DCUSA Panel Meeting 134

16 August 2017 at 10:00

ElectraLink, Ground Floor, Grafton House, 2-3 Golden Square, London W1F 9HR

| Attendee   | Representing          | Company         |
|--|-----------------------|-----------------|
| <b>Panel Members</b>                                 |                       |                 |
| John Lawton [JL] (Chair)                             | Panel Member          | DCUSA Ltd       |
| Kevin Woollard [KW]                                  | Panel Member          | DCUSA Ltd       |
| Thomas Cadge [TC]                                    | Panel Member          | DCUSA Ltd       |
| Peter Waymont [PW]                                   | Panel Member          | DCUSA Ltd       |
| Julia Haughey [JH]                                   | Panel Member          | DCUSA Ltd       |
| <b>Observers</b>                                     |                       |                 |
| Andy Bard [AB] (Open session only)                   | Observer              | MRA             |
| Vivian Marangoni [VM] (Open session only)            | Observer              | BSC             |
| Tim Aldridge [TA] (Open session only) (Part Meeting) | Observer              | Ofgem           |
| Chris Webb [CW] (Open session only)                  | Observer              | Marble Power    |
| <b>Code Administrator</b>                            |                       |                 |
| Joseph Underwood [JU]                                | Secretariat           | ElectraLink Ltd |
| Dan Fittock [DF]                                     | Secretariat           | ElectraLink Ltd |
| Dylan Townsend [DT]                                  | Technical Secretariat | ElectraLink Ltd |
| Angelo Fitzhenry [AF]                                | Secretariat           | ElectraLink Ltd |
| Fungai Madzivadondo [FM] (Closed Session)            | Secretariat           | ElectraLink Ltd |
| <b>Apologies</b>                                     |                       |                 |
| Matthew McKeon [MM]                                  | BSC                   |                 |

## 1. Ofgem's Targeted Charging Review SCR, and the Futures Forum Presentation

- 1.1 Tim Aldridge presented Ofgem's Targeted Charging Review SCR, and the Futures Forum Presentation to the DCUSA Panel. It was noted that the presentation had been circulated prior to the meeting.
- 1.2 It was noted by TA that Ofgem may wish to derogate from the 15-month notice period for changes to Use of System charges depending on when they are in a position to make a final decision on the resulting modifications. The Panel highlighted their concern that Ofgem May wish to derogate from 15-month lead time for changes to Use of System charges given that charges will already have been set. The Chair noted that consideration could be given as to what time the notice of Derogation is looked at.
- 1.3 The Chair questioned when the first meeting of the Charging Futures Forum (CFF) is expected to take place to which TA noted that it is expected to be around late October or early November that they are likely to be quarterly meetings. TA also noted that the Charging Delivery Body will likely be meeting prior to and post any CCF meetings.
- 1.4 The Panel questioned what the purpose of the Charging Delivery Body is to which TA noted that their purpose will be to translate the view from the CCF into deliverable actions. The Panel also questioned who will sit on the Charging Delivery Body to which it was noted that Ofgem will Chair the group and it is expected to be made of representatives from DNOs alongside representatives from ElectraLink and Elexon.

## 2. Administration

- 2.1 Subject to the amendments outlined below, the minutes of the last meeting were approved as an accurate record of proceedings.
  - The sentence under paragraph 8.1 should be amended to "The Panel also noted that the CDCM/EDCM Review Group was still underway."
  - The first sentence of paragraph 9.2 should be amended to "The Panel queried whether the recently published Change Declarations for DCPs 251, 252, 268, 289, 298 and 291 were correct as the outcome of the vote did not appear to be correct."
  - The first sentence of paragraph 9.4 should be amended to "The Panel reviewed the Work Plan for DCP 297 and requested for the Work Plan to be re-submitted to the Panel for ex-committee approval later in July."

**ACTION: Panel \_134/01: ElectraLink to amend the minutes of the previous (open session) meeting as follows:**

- The sentence under paragraph 8.1 should be amended to "The Panel also noted that the CDCM/EDCM Review Group was still underway."
- The first sentence of paragraph 9.2 should be amended to "The Panel queried whether the recently published Change Declarations for DCPs 251, 252, 268, 289, 298 and 291 were correct as the outcome of the vote did not appear to be correct."
- The first sentence of paragraph 9.4 should be amended to "The Panel reviewed the Work Plan for DCP 297 and requested for the Work Plan to be re-submitted to the Panel for ex-committee approval later in July."

2.2 The Panel reviewed the open actions, updates on all actions are set out in Appendix A.

### 3. DCUSA Operational Plan

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3.1 The Panel noted the contents of the DCUSA Operational Plan (see Appendix B).

### 4. Monitoring Activities Log

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4.1 The Panel reviewed the DCUSA Monitoring Activities Log (see Appendix B), the following points were discussed:

- On the 'Implementation of CMA changes' item, VM noted that Ofgem have launched the next steps and issued their initial findings from the consultation responses. VM also noted that Ofgem are planning an industry workshop which is expected to be held in the Autumn. VM highlighted to the Panel that Ofgem don't expect licencing will progress until government has formed after the next general election.
- On the 'Significant Code Review: Half Hourly Settlement' item. VM noted that Ofgem issued a launched statement on 24 July 2017. The statement Included a timeline for the project and set out a revised scope. The statement also provides responses to Novembers consultation and sets out the proposed operating model for Half Hourly Settlement. It was noted that Elexon will lead the Target Operating Model Design Working Group. VM noted that feedback on the operating model and applications to join the Working Group are being sought by 1 September 2017.

**ACTION: Panel \_134/02: Vivian Marangoni to send the link to the Half-Hourly Settlement Significant Code Review website to ElectraLink so that it can be circulated to the Panel.**

### 5. Updates from Industry Codes

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#### **Balancing Settlement Code (BSC)**

5.1 The BSC update was circulated to the Panel at the start of the meeting as it had been received by the Secretariat on the day prior to the meeting. The Panel noted the contents of the update.

#### **Master Registration Agreement (MRA)**

5.2 The MRA update was circulated prior to the meeting. The following items were noted by AB during the meeting:

##### **The MRA Development Board (MDB) Update**

- The MDB last convened on 27 July 2017 where they approved two change proposals which were noted as being DTC CP 3512 and WPPS CP 0131.
- It was noted that there are a number of changes that are out for ten day Impact Assessments.

##### **Issues Resolution Expert Group (IREG) Update**

- The IREG last met on 09 August 2017, the following items were covered:
  - MIF215 - P283 Metering Commissioning Flow
  - MIF233 – Creation of a “rejection flow” response to a request to send a D0215
  - MIF219 – Accuracy of Working Practice Product Set (WPPS)

- MIF227 – Referral from MAP10 to MAP12
- MIF231 – ECOES Search Facility
- MIF232 – Issue with Suppliers sending D0135 to Distribution Companies
- It was noted that the next IREG meeting is scheduled for 13 September 2017.

## Ofgem

5.3 VM noted that there is no formal update this month other than the updates that have already been discussed as part of the prior agenda items.

## Smart Energy Code (SEC)

5.4 The SEC update was circulated prior to the meeting. The Panel noted the contents of the update.

## DCMF and CDCM/EDCM Review Group Updates

5.5 AF provided a verbal update to the Panel, noting that there was no DCMF held in August and that the Secretariat is awaiting Ofgem's decision on DCP 289 prior to organising. It was also noted that work has been undertaken on amending the DCUSA to cover all versions so that a pre-release can be issued upon receipt of Ofgem's decision.

## 6. Accession Applications

- 6.1 DF presented the Accession Applications for AmPowerUK Limited, GFP Trading Ltd and Utility Point UK Limited which had been circulated prior to the meeting. See paper (Panel\_2017\_0816\_01).
- 6.2 The Panel questioned if GFP Trading Ltd need a licence as a Distributed Generator and before accepting the Accession Application requested for the Secretariat investigate. The Panel requested for confirmation of whether a licence is required and the reason if one isn't.

**ACTION: Panel \_134/03: ElectraLink to investigate whether GFP Trading Ltd require a licence and provide confirmation to the Panel of the outcome of the investigation prior to resubmitting the Accession Application.**

- 6.3 For the Accession Applications from AmPowerUK Limited and Utility Point UK Limited, the Panel agreed to:
- Instruct the Panel Secretary to notify the Party and the Authority of the Applicants identity and the information which will form the Party details;
  - Instruct the Panel Secretary to prepare an Accession Agreement for the Applicant; and
  - That the Board is to execute an Accession Agreement on behalf of all Parties.

6.4 ElectraLink took an action to process the Accession Applications.

**ACTION: Panel \_134/04: ElectraLink to progress the Accession Applications for AmPowerUK Limited and Utility Point UK Limited.**

## 7. Ofgem's Faster Switching Programme Update

7.1 DF presented the Ofgem's Faster Switching Programme Update which was circulated prior to the meeting. See paper (Panel\_2017\_0816\_02). The panel noted the contents of the paper.

## 8. IWG Headline Report

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- 8.1 DF presented the IWG Headline Report which was circulated prior to the meeting. See paper (Panel\_2017\_0816\_03). The panel noted the contents of the paper.

## 9. DCUSA Action Plan on Ofgem's CGR3 Final Proposals

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- 9.1 DT presented the DCUSA Action Plan on Ofgem's CGR3 Final Proposals which was circulated prior to the meeting. See paper (Panel\_2017\_0816\_04). The Panel noted that the majority of outstanding items are reliant upon Ofgem's decision on DCP 289 'Creation of Distribution Charging Methodology Development Group'.

### Part Two: Change Administration (Open Session)

## 10. Change Register

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- 10.1 The Secretariat presented the Change Register updates and the Work Plan activities. See paper (Panel\_2017\_0816\_05). The Panel noted the contents of the Change Register.
- 10.2 The Panel reviewed the Work Plan for DCP 297 and requested for the following amendments to be made:
- The date for row 15 should be changed to 22 September 2017;
  - The date for row 16 should be changed to 13 October 2017;
  - The date for row 17 should be changed to 17 October 2017; and
  - The implementation date should be amended to state 'to be advised'.
- 10.3 The Panel reviewed the Work Plan for DCP 302 and requested the following amendments to be made:
- The date for row 16 should consider the bank holidays over the Christmas period; and
  - Implementation date to be changed or reasoning why June 2018 has been selected and not anything earlier.
- 10.4 The Panel reviewed the Work Plan for DCP 294 and approved the Work Plan in accordance with the timescales set out in the Attachment.

#### **ACTION: Panel \_134/05: ElectraLink to amend the DCP 297 Work Plan as follows:**

- The date for row 15 should be changed to 22 September 2017;
- The date for row 16 should be changed to 13 October 2017;
- The date for row 17 should be changed to 17 October 2017; and
- The implementation date should be amended to state 'to be advised'

#### **ACTION: Panel \_134/06: ElectraLink to amend the DCP 302 Work Plan as follows:**

- The date for row 16 should consider the bank holidays over the Christmas period; and
- Implementation date to be changed or reasoning why June 2018 has been selected and not anything earlier.

## 11. Initial Assessments

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- 11.1 The Secretariat noted that no new Change Proposals (CPs) had been submitted to the Panel for approval.

## 12. Change Reports

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- 12.1 The Secretariat noted that no Change Reports had been issued to the Panel for approval.

## 13. Housekeeping Log

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- 13.1 The Secretariat presented the Housekeeping Log Summary Paper and Housekeeping Log which were circulated prior to the meeting. See paper (Panel\_2017\_0816\_06).
- 13.2 The Panel noted the item which was brought to their attention last month, relating to references within the DCUSA to IDNO that were updated to LDNO during a DCP 266 Working Group meeting. The Panel requested for the Secretariat to leave the item on the cover paper until the result of DCP 252 is known and if DCP 252 is not approved on then the item can be included on the log.
- 13.3 The Secretariat provided a verbal update which noted that a DCUSA Party has identified the following:
- A reference to a Clause 45A.2 in Clause 46A.4, but noted that it should read 46A.2. Upon investigation, it was noted that there is no Clause 45A.2 and that the 'CONTENTS' section of DCUSA could possibly be updated to reflect the inclusion of the new Clause 46A.
- 13.4 The Panel noted the contents of the paper/verbal update and agreed for the Secretariat to add the newly identified item to the Housekeeping Log.

**ACTION: Panel \_134/07: ElectraLink to add the newly identified issue relating to the reference to a Clause 45A.2 in Clause 46A.4 to the Housekeeping Log.**

## 14. Any other Business

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- 14.1 There were no items of any other business

## Next Meeting – 20 September 2017 at 10:00am

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- 14.2 The meeting venue is ElectraLink, Ground Floor, Grafton House, 2-3 Golden Square, London W1F 9HR

## Appendix A: Summary of Actions

### New and Open Actions – Open Session

| Action Ref. | Action   | Owner       | Update   |
|-------------|--|-------------|--|
| 113/07      | Process the Accession Application for Home Counties Energy PLC once the MPID has been provided.                                      | ElectraLink | <p>21/09/2016 – Ongoing</p> <p>18/10/2016 – Ongoing</p> <p>14/12/2016 – Ongoing No MPID</p> <p>11/01/2017 – Ongoing</p> <p>Checked with Elexon - No MPID</p> <p>08/02/2017 – Ongoing</p> <p>08/03/2017 – Ongoing</p> <p>19/04/2017 – Ongoing</p> <p>21/06/2017 – Ongoing – The Panel requested for the following checks to be completed: have that got a licence, are they going through MRA/BSC processes.</p> <p>19/07/2017 – Ongoing</p> <p>16/08/2017 – Ongoing – The Secretariat has completed the requested checks. It is confirmed that they have a licence but are not going through any other industry processes.</p> |
| 129/03      | Provide verbal update on GnERGY Limited's progression in meeting TRAS requirements post Derogation at the April DCUSA Panel meeting. | ElectraLink | <p>19/04/2017 – Ongoing No Update</p> <p>17/05/2017 - Ongoing verbal update provided at the DCUSA Panel Ex-committee meeting. Gnergy's derogation was extended to 21 June.</p> <p>21/06/2017 – In progress: We asked Gnergy to confirm that they are now submitting TRAS files. Still awaiting response.</p> <p>19/07/2017 – In progress: Gnergy confirmed that they are now submitting TRAS files,</p> <p>16/08/2017 – In progress: TRAS yet to confirm a successful submission.</p>  |

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|--------|---|------------------|--|
| 134/01 | <p>Amend the minutes of the previous (open session) meeting as follows:</p> <ul style="list-style-type: none"> <li>• The sentence under paragraph 8.1 should be amended to “The Panel also noted that the CDCM/EDCM Review Group was still underway.”</li> <li>• The first sentence of paragraph 9.2 should be amended to “The Panel queried whether the recently published Change Declarations for DCPs 251, 252, 268, 289, 298 and 291 were correct as the outcome of the vote did not appear to be correct.”</li> <li>• The first sentence of paragraph 9.4 should be amended to “The Panel reviewed the Work Plan for DCP 297 and requested for the Work Plan to be re-submitted to the Panel for ex-committee approval later in July.</li> </ul> | ElectraLink      |  |
| 134/02 | Send the link to the Half-Hourly Settlement Significant Code Review website to ElectraLink so that it can be circulated to the Panel.   | Vivian Marangoni |  |
| 134/03 | Investigate whether GFP Trading Ltd require a licence and provide confirmation to the Panel of the outcome of the investigation prior to resubmitting the Accession Application to the Panel.   | ElectraLink      |  |
| 134/04 | Progress the Accession Applications for AmPowerUK Limited and Utility Point UK Limited.   | ElectraLink      |  |
| 134/05 | <p>Amend the DCP 297 Work Plan as follows:</p> <ul style="list-style-type: none"> <li>• The date for row 15 should be changed to 22 September 2017</li> <li>• The date for row 16 should be changed to 13 October 2017</li> <li>• The date for row 17 should be changed to 17 October 2017</li> <li>• The implementation date should be amended to state ‘to be advised’</li> </ul>   | ElectraLink      |  |
| 134/06 | Amend the DCP 302 Work Plan as follows:   | ElectraLink      |  |



|        |  |             |  |
|--------|--|-------------|--|
|        | <ul style="list-style-type: none"> <li>• The date for row 16 should consider the bank holidays over the Christmas period; and</li> <li>• Implementation date to be changed or reasoning why June 2018 has been selected and not anything earlier.</li> </ul> |             |  |
| 134/07 | Add the newly identified issue relating to the reference to a Clause 45A.2 in Clause 46A.4 to the Housekeeping Log.  | ElectraLink |  |

#### Closed Actions – Open Session

| Action Ref. | Action  | Owner       | Update                                 |
|-------------|---|-------------|--|
| 133/01      | ElectraLink to circulate the UKPN Consultation to the Panel for review and consideration.   | ElectraLink | <a href="#">16/08/2017 - Completed</a> |
| 133/02      | ElectraLink to contact the SEC Secretariat requesting a monthly update report.  | ElectraLink | <a href="#">16/08/2017 - Completed</a> |
| 133/03      | ElectraLink to review, amend and re-issue the Change Declarations for DCPs 251, 252, 268, 289, 298 and 291 as required.   | ElectraLink | <a href="#">16/08/2017 - Completed</a> |
| 133/04      | ElectraLink to amend the DCP 297 Work Plan and re-submit to the Panel for ex-committee approval.  | ElectraLink | <a href="#">16/08/2017 - Completed</a> |
| 133/05      | ElectraLink to progress DCP 304 as a Part 1 Matter and for it to be progressed via the Interventions Working Group.   | ElectraLink | <a href="#">16/08/2017 - Completed</a> |
| 133/06      | ElectraLink to progress DCP 305 as a Part 1 Matter and for it to be progressed to Working Group stage.  | ElectraLink | <a href="#">16/08/2017 - Completed</a> |
| 133/07      | ElectraLink to contact the DCUSA Legal Advisor to amend the DCP 300 Legal Text as described in the minutes. Subject to completing the amendments, the DCP 300 Change Report is to be issued Parties to vote upon on 21 July 2017 for a period of three weeks. | ElectraLink | <a href="#">16/08/2017 - Completed</a> |
| 133/08      | ElectraLink to issue the DCP 301 Change Report to Parties to vote upon on 21 July 2017 for a period of three weeks.   | ElectraLink | <a href="#">16/08/2017 - Completed</a> |

## Appendix B: Monitoring Activities Log 2016/17

**Active Projects** (All amendments in this month are shown in blue)

| No | Task  | Status   |
|----|---|--|
| 1  | Ofgem Code Governance Review Phase 3 (CGR3) Final Proposals | <p>On 31 March 2016, Ofgem set out its Final Proposals as part of CGR3. The third phase of the review has sought to review the effectiveness of the key measures introduced under previous phases of the CGR, in order to identify further reforms. The reforms put forward by Ofgem seek to both ensure that the governance arrangements of all industry codes deliver both non-material self-governance changes and more complex changes in an efficient and timely way and that the governance arrangements also promote transparency and accessibility for all industry participants.</p> <p>Since April 2016 the Secretariat has been providing the Panel with monthly project updates on the implementation of CGR3 outcomes in the closed session Panel meetings. This item has been moved to the Open Session and updates on the CGR3 activities will be added to the Operational log going forward.</p> <p>October 2016 – The Panel noted the Secretariat issued an email requesting Parties who do not wish to be contacted by the Ofgem selected research agency to notify the Secretariat accordingly. Parties were given a two-week period to respond and where Parties either opt out or an out of office notification is received, the Panel agreed that such Party details should not be passed on to research agency.</p> <p>DCUSA Voting Process – The Panel reviewed the DCUSA Voting Process response email and agreed for this to be issued to the DCUSA Parties.</p> <p>December 2016 - The Panel requested for the CGR3 Action Plan Attachment to be updated in the following manner:</p> <ul style="list-style-type: none"> <li>• A check on the progress of all items and correcting status' as required.</li> <li>• Completed items need to be updated to blue status colour.</li> </ul> <p>February 2017 - The CGR3 Paper and Action log were provided to the Panel who subsequently review the action log and requested for the action log to be updated in line with the minutes above.</p> <p>June 2017 – The Panel noted that the DCUSA Action Plan on Ofgem's CGR3 Final Proposals is now a standing agenda item for the DCUSA Panel Open Session.</p> |

**Monitoring Log (All amendments in this month are shown in blue)**

| No | Task  | Status   | Owner      | Outlook date |
|----|---|--|------------|--------------|
| 1  | Distributed Generation and Demand Side Response | <p>Monitoring activity on distributed generation, including updates on developments relating to low-carbon technologies. In the past, this included to monitor activities of the DE Working Group Work on hold – likely to re-start with DCPR 5, the Renewable Heat Incentive Items (which are unlikely to affect the DCUSA but to remain an area to be monitored),</p> <p>December 2012 – Ofgem-led Working Group on socialising connection charges for low-carbon technologies.</p> <p>June 2013 – CA advised of a problem in regards to photovoltaic installations at domestic premises that could affect the smart meter roll-out.</p> <p>July 2015 – An Ofgem consultation on Distributed Generation will be issued during the summer. The Panel is to keep up to date with any developments under Work Stream 6.</p> <p>March 2013 – CA pointed to sub-groups dealing with connection charges changes to socialise reinforcement costs and Ofgem’s working programme. Any developments would also come to the attention of the Panel via the Connection Charges Methodologies Forum.</p> <p>September 2013 – Ofgem to confirm current status of the discussions.</p> <p>October 2013 – Ofgem update received: Working group, including the chair of the COG, set up to identify necessary changes to the connection charges with RIIO-ED 1. No decisions taken at this point yet, with draft changes undergoing refinement.</p> <p>January 2014 – Work Stream 6 is closed; still need to be confirmed by what it will be replaced. There will be a consultation on this in the future. Ofgem’s conclusions from the April consultation ‘Creating the right environment for demand-side response’ published on 16 December 2013 proposed to start a project in early 2014 building on work undertaken by WS6.</p> <p>February 2014 – The Ofgem representative advised that Work Stream 6 reconvened on 18 February, but no update was available yet. Panel members also advised that a DCP on Radio Teleswitching might be raised.</p> <p>March 2014 – DCP 204 has been raised for initial assessment at March Panel.</p> | Panel (CA) | Ongoing      |

|  |   |  |  |
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|  | <p>April 2014 – The first meeting of the DCP 204 Working Group took place on 15 April 2014.</p> <p>May 2015 –Awaiting the Authority decision on DCP 204</p> <p>Ofgem and DECC updates on demand side response</p> <p>August 2015 – Ofgem sent back DCP 204 to the industry for further work, including the addition of a cost benefit analysis.</p> <p>September 2015;</p> <ul style="list-style-type: none"> <li>• It was noted that the DCP 204 Working Group will be issuing a second consultation and holding a dialling in session where market participants can ask the Working Group questions on the Change Proposal. It was highlighted that the Working Group is taking action to engage with Suppliers.</li> <li>• It was highlighted that Ofgem will be publishing a strategy document on Demand Side Response.</li> </ul> <p>October 2015</p> <ul style="list-style-type: none"> <li>• AS informed the Panel that Ofgem has been working to understand the issues which may be inhibiting flexibility and that their focus in the next 12 months will be to work on specific interventions which help realise the benefits of flexibility as early as possible.</li> <li>• Ofgem have published a paper on flexibility issue and that this can be found at the following link: <a href="https://www.ofgem.gov.uk/publications-and-updates/position-paper-making-electricity-system-more-flexible-and-delivering-benefits-consumers">https://www.ofgem.gov.uk/publications-and-updates/position-paper-making-electricity-system-more-flexible-and-delivering-benefits-consumers</a>.</li> </ul> <p>January 2016 – the Panel noted that DECC issued the following a Consultation and a Report in December</p> <ul style="list-style-type: none"> <li>• DECC issued a report on Smart Energy systems and it sets out how smart, more flexible energy solutions could help meet the challenges faced by energy system. The report can be found at the following link:<a href="https://www.gov.uk/government/publications/towards-a-smart-energy-system">https://www.gov.uk/government/publications/towards-a-smart-energy-system</a></li> <li>• DECC issued a consultation on regulation and innovation and this can be found at the following link <a href="https://www.gov.uk/government/consultations/consultation-on-ensuring-regulation-encourages-innovation">https://www.gov.uk/government/consultations/consultation-on-ensuring-regulation-encourages-innovation</a></li> </ul> <p>March 2016 – The Panel that the DCP 204 was approved by the Authority and will be implemented on 1 September 2016. It was noted that DCP 204 is intended to prevent coincidence of load on networks as a result of the smart metering roll out and to bring clarity for timeswitching arrangements through smart</p> |  |  |
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|  | <p>metering. Avoiding coincidence of load on networks can help minimise the requirement for additional distribution infrastructure and associated investment.</p> <p>April 2016 - The Panel noted that at the DCMF meeting held on 07 April Franck Latremoliere presented on Virtual micro - grids and highlighted that virtual micro - grids are an arrangement over licensed networks which matches local demand with local generation on a half hourly basis. A solution was put forward which involves Suppliers or customers informing DNOs of the amount of consumption which is matched to generation. It was noted that the new DUoS tariffs would take account only of the lower-voltage parts of the network that are actually used, so that they would be a zero or proportionally reduced generation credit to matched generation units, and a zero or proportionally reduced unit rate to matched consumption units.</p> <p>May 2016 – The Panel noted that at the last Methodologies Issues Group (MIG) Open Utility provided further insight on a proposal which seeks to ensure that consumers only pay for the respective part of the network which had been used for distributing the electricity. Open Utility will run trials on Virtual micro-grids and are inviting DNOs to participate.</p> <p>September 2016 – The Panel noted that there is a cross between the EU and demand side response and that updates on EU development relating to demand side responses should be added to this section of the update.</p> <p>November 2016 - The Panel members noted that the Joint Ofgem and BEIS consultation on “Smart Flexible Energy System Call for Evidence” closes in January. Ofgem will respond to the evidence in Spring 2017.</p> <p>March 2017 - the Panel requested that the four CPs relating to Distribution Generation be noted against this item. The CPs are outlined below:</p> <ul style="list-style-type: none"> <li>• DCP 283 ‘The calculation of generation credits in the CDCM’</li> <li>• DCP 284 ‘The application of scaling to generation credits in the CDCM’</li> <li>• DCP 287 ‘Generation credits in the EDCM’</li> </ul> |  |  |
|--|--|--|--|

|   |                           |   |       |         |
|---|---------------------------|---|-------|---------|
|   |                           | <ul style="list-style-type: none"> <li>DCP 291 'Application of Generation Credits to EDCM Customers'</li> </ul> <p>May 2017 - the Panel noted the Withdrawal of DCP 284 due to Ofgem proposing a TCR on the same areas covered by DCP 284.</p> <p>July 2017 – The Panel noted that UK Power Networks have issued a consultation on the transition from Distribution Network Operator to Distribution System Operator. ElectraLink took an action to share this with Panel Members to determine if any action needs to be taken by DCUSA</p>   |       |         |
| 2 | European Code Development | <p>Industry Working Group (led by BSC / CUSC) to determine impact on industry.</p> <p>Ofgem/IDNO &amp; DNO meeting 23 July to discuss impact of the wider industry.</p> <p>PW to circulate note to DNOs and Distributors</p> <p>November 2012 – Ofgem consultation on EU Third Package was published. No impact on DCUSA expected.</p> <p>December 2012 – Slight delay in the Requirements for Generators Code expected (now to enter comitology together with the Demand Connection Code in April 2014).</p> <p>January 2013 – Impact on National Terms of Connection to be analysed once requirements for generators are known.</p> <p>June 2013 – National Grid Presentation on GB Implementation</p> <p>July 2013 – National Grid presented draft Terms of Reference (ToR) for European Code Coordination Application Forum (ECCAF). Final ToR to be presented to August Panel.</p> <p>August 2013 – Final ToR for ECCAF presented to the DCUSA Panel.</p> <p>September 2013 – National Grid confirmed the ECCAF is in the process of being set up and noted nominations of the DCUSA Panel representatives.</p> <p>October 2013 – First invitation to the ECCAF issued with meeting date yet to be determined.</p> <p>November 2013 – First ECCAF meeting on 21 November 2013. Clarification to be sought whether current DCUSA Panel representative can continue without being Panel member.</p> <p>January 2014 – Next ECCAF meeting to take place on 30 January 2013.</p> <p>February 2014 – ECCAF meeting took place on 30 January. Note on structural options for implementation was brought to February Panel.</p> <p>March 2014 – The next ECCAF meeting will take place on 27 March 2014.</p> <p>April 2014 – The next ECCAF meeting will take place on 29 April 2014.</p> <p>September 2015 – Peter Waymont confirmed he will speak to Chris Allanson to get an update on the European code update.</p> | Panel | Ongoing |

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|  |  | <p>October 2015</p> <ul style="list-style-type: none"> <li>Peter confirmed that Chris Allanson is still the DCUSA representative on European Codes and will provide the Panel with any updates on European Side demand connection code activities.</li> </ul> <p>January 2016 – The National Grid update circulated prior to the meeting highlighted that there would be a change to settlement periods. I was noted that Electricity Balancing Code will provide the rules for procurement and exchange of balancing energy, reservation of capacity for balancing purposes and greater harmonisation of settlement arrangements.</p> <p>March 2016 – The Panel noted that the Electricity Balancing Code is currently with the Commission for Comitology preparations post ACER’s qualified recommendation. It is anticipated the Network Code will enter inter-service consultation in April 2016, Comitology in May with potential voting in June.</p> <p>April 2016 – Abid Sheikh informed the Panel that the Grid Code Change 48 (CG0048)<sup>1</sup> is looking to introduce banding. PW took an action to investigate whether there are any consequential updates required to the DCUSA as a result of Grid Code Change 48 which introduces bandings for generators.</p> <p>May 2016 - PW informed the Panel that the Grid Code Change 48 is less likely to have an impact on the DCUSA as the change is mainly related to the D-code. PW agreed to review this further and check whether any consequential changes will be required to the DCUSA.</p> <p>August 2016 – The Panel noted that National Grid will no longer be providing the European Codes industry updates to the DCUSA Panel meetings. A member of the Panel pointed out that the EU codes updates are useful as they provide industry timescales and potential impacts on DCUSA. It was noted that the Panel might benefit from getting a simplified version of the simplified version of the EU codes updates. ElectraLink took an action to inform National Grid that the Panel found their update useful and request whether they can provide a simplified version of the report.</p> |  |  |
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<sup>1</sup> GC0048 - Application / Implementation of the Requirements for Generators European Network Code

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|   |                               | <p>September 2016 - The Panel noted that the ENA is currently looking at EU development matters including any commercial issues that may impact codes.</p> <p>December 2016 – The Panel noted that the ENA are monitoring the European Network Code impacts on DCUSA and have not identified any at this time. There are approximately 70 changes identified across all codes.</p> <p>February 2017 - The Panel noted that the COG is looking at the 70 changes.</p> <p>May 2017 - The Panel Chair noted that he has spoken with the COG and it has been determined that the main impacts will be to the Grid Code and the DCode and that the DCUSA may not be impacted.</p> <p>July 2017 – The Panel noted that the ENA is continuing their work in this area and no DCUSA impacts are expected.</p>   |       |         |
| 3 | Implementation of CMA changes | <p>Item to Monitor – ongoing discussions on the Energy industry code governance.</p> <p>February 2015 – The CMA issues statement published on 18 February 2015. The statement highlighted the effects of Code governance in the Energy industry.</p> <p>May 2015 – Ofgem Open Letter on Further Review of Industry Code Governance was published on 15 May 2015.</p> <p>July 2015 – Ofgem will be holding a workshop on code Governance on 22 July 2015. Details of the workshop can be found at the following link:<br/> <a href="https://www.ofgem.gov.uk/publications-and-updates/code-governance-review-workshop-22-july-2015">https://www.ofgem.gov.uk/publications-and-updates/code-governance-review-workshop-22-july-2015</a></p> <p>February 2016 – It was noted that that the DCUSA Panel has responded to the Ofgem Consultation on Code Governance Review 3.</p> <p>March 2016 – The CMA update highlighted that on 10 March 2016, the CMA set out its provisional decision on a wide-ranging package of remedies based on over 80 responses to it consultation and further analysis been undertaken.</p> <p>July 2016 – The Panel noted that the CMA published its final report on the Great Britain energy market investigation on 24 June 2016. The Final Report details the CMA’s package of over 30 remedies which seek to ‘revitalise the energy market’ and bring about technical and regulatory changes to ‘intensify competition’ between energy companies and ensure the market works in consumers’ interests.</p> <p>The Panel agreed for ElectraLink to support Ofgem in the delivery of the CMA remedies and agreed to a CRF for ongoing CMA support activity.</p> | Panel | Ongoing |



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|   |   | <p>August 2016 - The Panel noted that on 3 August 2016, Ofgem released its CMA Remedy Implementation Strategy<sup>2</sup> which outlined that there are over 30 remedies, with a substantial proportion of these in the form of recommendations to Ofgem.</p> <p>October 2016 - The Panel noted that Ofgem is planning to publish the CMA outputs by November 2016.</p> <p>November 2016 - A Request for Information (RFI) is expected to be issued in January regarding on governance options.</p> <p>December 2016 – Ofgem’s industry code governance consultation was issued on the 09 November 2016 with a closing date of the 01 February 2017. The Panel considered that it would be beneficial to provide information on the code and its impact to inform the code governance remedies decisions.</p> <p>January 2017 – The Panel are formalising their response to the Ofgem consultation.</p> <p>February 2017 – The Panel noted that they provided their response to the Ofgem consultation.</p> <p>March 2017 - Panel noted that they are awaiting the outcomes from the Ofgem consultation.</p> <p>May 2017 - it was noted Ofgem’s consultation response document on the Implementation of the CMA remedies was available. The Secretariat will circulate to Panel members. It was also noted that Ofgem can attend a Panel meeting regarding its Implementation of CMA remedies consultation response document.</p> <p>June 2017 – The Panel noted that Ofgem provided a representative at the June Panel meeting to present their initial response to their Industry Code Governance Initial consultation.</p> <p>August 2017- The Ofgem representative noted that Ofgem have launched the next steps and issued their initial findings from the consultation responses. It was also noted that Ofgem are planning an industry workshop which is expected to be held in the Autumn 2017. It was highlighted to the Panel that Ofgem don’t expect licencing will progress until government has formed after the next general election.</p> |       |         |
| 4 | Significant Code Review: Ofgem consultation on Central Registration Service provision | <p>September 2015 – The Panel agreed for the consultation should be added to the Log as it might have an impact on the DCUSA, details of the consultation can be found at the following link:<br/> <a href="https://www.ofgem.gov.uk/sites/default/files/docs/2015/07/crs_dcc_licence_consultation_final_3.pdf">https://www.ofgem.gov.uk/sites/default/files/docs/2015/07/crs_dcc_licence_consultation_final_3.pdf</a></p>   | Panel | Ongoing |

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<sup>2</sup> [https://www.ofgem.gov.uk/system/files/docs/2016/08/ofgem\\_implementation\\_strategy.pdf](https://www.ofgem.gov.uk/system/files/docs/2016/08/ofgem_implementation_strategy.pdf)

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|  |  | <p>October 2015 – It was noted that Ofgem has had presentations on the consultation at other Panels and AS took an action to find out if Ofgem would be carrying out a presentation on their consultation to the DCUSA Panel.</p> <p>December 2015 – the Panel noted Ofgem presented on their consultation at the November Panel meeting</p> <p>February 2016 – The Panel noted that the Ofgem Workshops have are now in progress and the DCUSA Panel should be aware of the discussions at the workshops as there may be changes that might have an impact on the DCCUSA.</p> <p>May 2016 – The Panel noted that a CMA presentation took place at the DCUSA Panel April Panel meeting. The Panel requested that Ofgem provide periodical updates on the progress of the faster switching project. AS took an action to confirm whether Ofgem can establish formal communication routes for industry bodies that are not represented on the Central Registration Project (faster switching) Workgroups. This would give these bodies insight into the development of the project and potential impacts.</p> <p>June 2016 – It was noted that AS is to organise a presentation on the Central Registration Project (faster switching) Workgroups. It was noted that this would be useful towards the end of the year so that the impacts of the project can feed into the DCUSA budget setting processes for 2017/18.</p> <p>July 2016 – AS informed that the Panel that Ofgem will be providing a presentation on the Central Registration Project (faster switching) later on in the year.</p> <p>September 2016 - The Panel noted that Ofgem will provide a general update on the Central Registration Project (faster switching) at the October meeting.</p> <p>October 2016 - Ofgem presented on the Central Registration Project (faster switching). It was noted that the purpose of the presentation was to:</p> <ul style="list-style-type: none"> <li>• Request views on Ofgem’s proposed reform packages;</li> <li>• Test initial thinking on the RFI; and</li> </ul> |  |  |
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|   |  | <ul style="list-style-type: none"> <li>Set out Ofgem's next steps</li> </ul> <p>December 2016 – The Panel noted that a Request for Information (RFI) is expected to be issued in January regarding faster switching.</p> <p>January 2017 - The Panel agreed to wait and see if any impacts are identified as a result of the RFI</p> <p>February 2017 - Panel members noted that they will review responses once they become available. The Chair noted that there appears to be limited impact to DCUSA however will wait for outcome as it is dependent upon the what the scope is.</p> <p>June 2017 – The Panel noted that the EDAG are meeting with Ofgem on 22 June 2017.</p> <p>July 2017 – The Panel noted that Ofgem are favouring Option Model 2A.</p>  |       |         |
| 5 | Significant Code Review: Half Hourly Settlement. | <p>January 2016 - Ofgem has initiated a review to establish cost effective half hourly settlement for all consumers.</p> <p>February 2016 – The Panel noted that the Ofgem Open letter on Half Hourly Settlement was issued in December 2015 and is now closed. Ofgem is reviewing the responses and the next step is to publish the responses in March 2016.</p> <p>March 2016 – The Panel noted that Ofgem published the responses to their Open letter on Half Hourly Settlement on 09 March 2016. The responses can be found at the following link:<br/> <a href="https://www.ofgem.gov.uk/publications-and-updates/elective-half-hourly-settlement-publication-responses-december-open-letter">https://www.ofgem.gov.uk/publications-and-updates/elective-half-hourly-settlement-publication-responses-december-open-letter</a></p> <p>May 2016 - AS informed the Panel that conclusions on Half Hourly Settlement will be published at the end of May 2016.</p> <p>June 2016 – The Panel noted Ofgem's conclusions on 'HH Elective Settlement' in relation to the impact on DCP 268 'DUoS Charging Using HH Settlement Data'.</p> <p>The Panel noted that Ofgem expects the change to be implemented by early 2017. The Panel noted that there is no immediate barrier under DCP 268 and agreed that the CP should run its normal course.</p> <p>September 2016 – It was noted that DCP 268 was raised to facilitate a transition to half-hourly (HH) settlement for non-half hourly (NHH) customers by moving to a time band charging basis, based on the HH (profiled) data used in settlement. This is a standalone change. The DCP 268 Working Group is developing the CP solution and the proposed implementation date is 1 April 2019.</p> | Panel | Ongoing |

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|  |  | <p>November 2016 - The DCUSA Panel agreed to not provide a response to Ofgem’s consultation on Half-Hourly (HH)Settlement as it was considered that Parties responses to this consultation should be sufficient.</p> <p>December 2016 - Panel agreed to discuss the results of the consultation once they are available.</p> <p>January 2017 – The Panel will review the outcomes of the Ofgem HH settlement consultation and noted Ofgems’ response to this is due to be published shortly.</p> <p>February 2017 – The Panel noted that they will wait for Ofgem to publish the results of the consultation.</p> <p>March 2017 - The Panel noted that they are awaiting the outcomes from the Ofgem consultation on a Significant Code Review</p> <p>May 2017 – It was noted that the outcome is expected in the first quarter of 2018. The Ofgem representative noted that Ofgem expect to publish a launch statement after the UK general election.</p> <p>June 2017 – The Panel noted that Ofgem expect to publish a launch statement in December.</p> <p>July 2017 – The Panel noted that industry is awaiting the next Ofgem launch statement.</p> <p>August 2017- The Ofgem representative noted that Ofgem issued a launched statement on 24 July 2017. The statement Included a timeline for the project and set out a revised scope. The statement also provides responses to Novembers consultation and sets out the proposed operating model for Half Hourly Settlement. It was noted that Elexon will lead the Target Operating Model Design Working Group. VM noted that feedback on the operating model and applications to join the Working Group are being sought by 1 September 2017.</p> |  |  |
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