

# DCP 274 Working Group Meeting

13 December 2016 at 10:00am

Web-Conference

Attendee	Company
Claire Hynes [CH] (Chair)	ElectraLink
Andy Pace [AP]	Cornwall Energy
Anika Brandt [AB]	SSE
Chris Barker [CB]	ENWL
Chris Ong [CO]	UK Power Networks
Dan Hickman [DH]	npower
Deidre Bell [DB]	Ofgem
Keith Burwell [KB]	Ofgem
Dan Fittock [DF] (Secretariat)	ElectraLink

Apologies	Company
Pat Wormald	Northern Powergrid
Andrew Sherry	ENWL
Claire Campbell	Scottish Power

## 1. Administration

- 1.1 The Working Group reviewed the “Competition Law Do’s and Don’ts”. All Working Group members agreed to be bound by the Competition Laws Do’s and Don’ts for the duration of the meeting.
- 1.2 The Working Group reviewed the minutes of the last meeting and agreed that these were a fair and accurate representation of the discussions held.
- 1.3 All Working Group members agreed to the terms and agreed a revised work plan which acts as Attachment 1.

## 2. Review and Finalisation of DCP 274 Consultation Document

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### Review of DCP 274 Emails

- 2.1 Prior to reviewing the draft consultation document, the Working Group agreed that it would be prudent to walk through the e-mails that had been exchanged since 28 October 2016 regarding the themes of the Change Proposal (CP).
- 2.2 The key points from these discussions were:
  - There is no differentiation between asset charging for importing and exporting; and
  - The current solutions do not cater for instances where the export becomes greater than the import, as there is no way to tell when this ‘switch’ of primary use (e.g. import or export) takes place.

### Review of Draft Consultation

- 2.3 The Working Group reviewed the consultation document which had been amended by PW, DA and AP. An updated copy of this document can be found in Attachment 1.
  - 2.4 The primary reason for AP’s review of the document was to add a new alternative solution to cater for instances where a mixed site’s primary function of either import or export switched.
  - 2.5 As part of the original CP, changes to export charges were suggested as this was a quicker solution when faced with limited timescales. Noting that the CP had now missed the deadline for implementing this CP on the 01 April 2018 and instead would have a 2019 implementation, the proposer now considered that there was time to develop a better solution through the adjusting of import charges which would provide the right price signal to the customer.
  - 2.6 The new alternative solution proposes to charge on the import based on coincidence of peak at the level of connection, meaning that all charges are allocated on the import side at peak times of consumption. The Working Group agreed that the rationale of this new alternative solution was sound and agreed that it should be included in the consultation.
  - 2.7 A number of smaller changes were also made to the consultation document:
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- Question 10 was amended to reflect the new alternative solution;
- Additional information was added into clause 3.1;
- A footnote with a description of demand scaling was added to 5.9;
- 5.11 was amended to include reference to the overlap between assets being used for import and export purposes;
- Question 6 was removed as this related to the previous alternative solution;
- Additional information to explain the included table was added into clause 6.4;
- Clause 6.8 was amended to state that all customers would be impacted by the shortfall in revenue for this change; and
- A number of minor drafting amendments.

2.8 ElectraLink agreed to make the discussed amendments to the consultation document and circulate these to the Working Group for comment ahead of the consultation being issued.

**ACTION: 04/01 - ELECTRALINK**

### 3. Next Steps

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3.1 The DCP 274 Working Group agreed the next steps as follows:

- ElectraLink to circulate the draft Consultation Document to the Working Group for review by 28 December 2016.
- ElectraLink to issue the consultation to industry for a three-week duration on 3 January 2017.
- Working Group to reconvene to review Consultation Responses via web conference on 1 February 2017.

### 4. Any Other Business

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4.1 There were no items of any other business and the Chair closed the meeting.

### 5. Next Meeting

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5.1 The Working Group will reconvene on 1 February 2017 via web conference.

## Attachments

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Attachment 1 – DCP 274 Draft Consultation

Attachment 2 – DCP 274 Work Plan

## New and open actions

Action Ref.	Action	Owner	Update
01/03	To circulate the updated model to all DNO members for testing upon receipt.	All	Ongoing.
04/01	To amend the consultation document and circulate to the Working Group for comment.	ElectraLink	

## Closed actions

Action Ref.	Action	Owner	Update
03/01	Add an aggregated customer count summary table including the UK Power Networks data to the DCP 274 Consultation	ElectraLink	Completed and included in consultation.
03/02	Add an explanation of GL and GPA to paragraph 5.1 of the consultation.	ElectraLink	Completed and included in consultation.
03/04	Add text on the alternate solution to the introduction of the consultation	ElectraLink	Completed and included in consultation.

03/05	<ul style="list-style-type: none"><li>• Issue the DCP 274 consultation to the Working Group for review;</li><li>• Issue the consultation to Parties for a period of three weeks on Monday, 07 November 2016; and</li><li>• Working Group to meet on 05 December 2016 to consider the consultation responses.</li></ul>	ElectraLink	Complete
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