CP1539 'Inclusion of LCCC as an Affected party in Metering Dispensation applications' podcast transcript

Hello, my name is Nathan Flood, lead analyst for CP1539 ‘Inclusion of LCCC as an Affected party for Metering Dispensations’.

In this podcast I'm going to talk you through a short summary of the issue, solution, impacts and benefits of CP1539

Beginning with the issue, currently there is no mechanism to ensure that the Low Carbon Contracts Company (LCCC) is informed of Metering Dispensations applications related to generation sites where there may also be Contracts for Difference (CfD) arrangements in place at site. As the LCCC may be missing critical opportunities to have clarity in the Metering Dispensations granted by the BSC panel committees, namely the Imbalance Settlement Group (ISG) and the Supplier Volume Allocation Group (SVG) on behalf of the BSC Panel, so that they do not conflict with the requirements and Ethos of the CfD.

In terms of the solution CP1539 seeks to include the LCCC as an affected party for future metering dispensations by including them in the list of definitions in BSCP32 paragraph 2.2. The BSCP32 section 4.1 application form should also be modified to include confirmation that the applicant has engaged with the LCCC where applicable and other Affected parties rather than simply stating who the Affected parties are. This allows LCCC to discuss with a Contracts for Difference generator and request relevant information relating to associated ‘aggregation rules’ for each Metering Dispensation in situations likely to affect the LCCC as CfD counterpart. Essentially to be sent any relevant information on any CfD whose metering equipment is the subject of a Metering Dispensation application.

We anticipate CP1539 impacting parties applying for Metering Dispensations in that they will be required to complete additional parts of the application form and to engage with LCCC if applicable.

We anticipate the cost of CP1539 to be less than £1,000 for central implementation costs relating to the update of documents only.

CP1539 will be targeting the ad-hoc April 2021 BSC release.

The perceived benefit of CP1539 is that it promotes discussions between the LCCC and the Applicant to ensure clarity of compliance.

You can find more information on the CP1539 webpage where you can also find my contact details if you have any questions regarding the change proposal.

Thank you for listening, we look forward to hearing from you.