# ELEXON

## **Agenda**

| P463 'Introduce a Standard Change Process' Workgroup |                |                 |  |
|--|----------------|-----------------|--|
| Meeting number 2                                     | Venue          | Microsoft Teams |  |
| 6 March 2024 13:00 – 16:00                           | Classification | Public          |  |

| No. | Agenda item   | Lead                                   |
|-----|---|--|
| 1.  | Welcome and Meeting objectives  | Lawrence Jones – Chair<br>(Elexon)     |
| 2.  | P463 Summary of actions from WG1  | Serena Tilbury – Lead Analyst (Elexon) |
| 3.  | <ul> <li>Consideration of Standard Change interactions and process:</li> <li>Energy Code Reform (ECR)</li> <li>MDD and MHHS impacts</li> <li>Cost/benefit analysis</li> <li>De Minimis</li> <li>Appeals and exceptions</li> <li>Revisions to criteria</li> <li>Housekeeping as a candidate for Standard Change</li> </ul> | Lawrence Jones                         |
| 4.  | Workgroup discussion  | Elexon and Workgroup                   |
| 5.  | Next steps  | Serena Tilbury                         |
| 6.  | AOB & Meeting close   | Lawrence Jones                         |

### **Meeting Outcomes and objectives:**

- 1.1 Further scoping of the impacts of P463 and its value as a new Change Type, via discussion of:
  - a) Interactions and process
  - b) Proposed amendments to criteria and BSCP40
  - c) Candidates for Standard Change
  - d) MHHS impacts
- 1.2 Agree the change types to be taken forward for Legal drafting and consultation

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## Joining instructions

## **Microsoft Teams meeting**

Join on your computer, mobile app or room device

Click here to join the meeting Meeting ID: 392 855 315 339

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#### The Applicable BSC Objectives are:

- (a) The efficient discharge by the Transmission Company of the obligations imposed upon it by the Transmission Licence
- (b) The efficient, economic and co-ordinated operation of the national electricity transmission system
- (c) Promoting effective competition in the generation and supply of electricity, and (so far as consistent therewith) promoting such competition in the sale and purchase of electricity
- (d) Promoting efficiency in the implementation and administration of the balancing and settlement arrangements
- (e) Compliance with the Electricity Regulation and any relevant legally binding decision of the European Commission and/or the Agency [for the Co-operation of Energy Regulators]
- (f) Implementing and administrating the arrangements for the operation of contracts for difference and arrangements that facilitate the operation of a capacity market pursuant to EMR legislation
- (g) Compliance with the Transmission Losses Principle

#### The Self-Governance Criteria are:

A proposal that, if implemented

- (a) is unlikely to have a material effect on:
  - (i) existing or future electricity consumers; and
  - (ii) competition in the generation, distribution, or supply of electricity or any commercial activities connected with the generation, distribution, or supply of electricity; and
  - (iii) the operation of the national electricity transmission system; and
  - (iv) matters relating to sustainable development, safety or security of supply, or the management of market or network emergencies; and
  - (v) the Code's governance procedures or modification procedures, and
- (b) is unlikely to discriminate between different classes of Parties.

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## The Electricity Balancing Guideline (EBGL) Article 3 (Objectives and regulatory aspects)

- 1. This Regulation aims at:
  - (a) Fostering effective competition, non-discrimination and transparency in balancing markets;
  - (b) enhancing efficiency of balancing as well as efficiency of European and national balancing markets;
  - (c) integrating balancing markets and promoting the possibilities for exchanges of balancing services while contributing to operational security;
  - (d) contributing to the efficient long-term operation and development of the electricity transmission system and electricity sector in the Union while facilitating the efficient and consistent functioning of day-ahead, intraday and balancing markets;
  - (e) ensuring that the procurement of balancing services is fair, objective, transparent and market-based, avoids undue barriers to entry for new entrants, fosters the liquidity of balancing markets while preventing undue distortions within the internal market in electricity;
  - (f) facilitating the participation of demand response including aggregation facilities and energy storage while ensuring they compete with other balancing services at a level playing field and, where necessary, act independently when serving a single demand facility;
  - (g) facilitating the participation of renewable energy sources and support the achievement of the European Union target for the penetration of renewable generation.
- 2. When applying this Regulation, Member States, relevant regulatory authorities, and system operators shall:
  - (a) apply the principles of proportionality and non-discrimination;
  - (b) ensure transparency;
  - (c) apply the principle of optimisation between the highest overall efficiency and lowest total costs for all parties involved;
  - (d) ensure that TSOs make use of market-based mechanisms, as far as possible, in order to ensure network security and stability;
  - (e) ensure that the development of the forward, day-ahead and intraday markets is not compromised;
  - (f) respect the responsibility assigned to the relevant TSO in order to ensure system security, including as required by national legislation;
  - (g) consult with relevant DSOs and take account of potential impacts on their system;
  - (h) take into consideration agreed European standards and technical specifications.

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