P344 Industry Working Group 4 First Workgroup meeting 19 July 2018

Virtual Lead Party Delivered Volumes

ELEXON confirmed to the working group that Virtual Lead Parties (VLPs) will determine and submit Delivered Volumes to the Supplier Volume Allocation Agent (SVAA), and noted that the P344 Workgroup recognised there is risk that VLPs will not submit accurate data into Settlement. The working group echoed this risk and highlighted there is an element of trust that the VLP will declare Delivered Volumes accurately.

It was noted that there will be obligations in BSC Section S 'Supplier Volume Allocation' to ensure that VLPs determine Metering System Identifiers (MSID) Pair Delivered Volumes in good faith and in accordance with good industry practice to ensure accuracy. ELEXON noted that VLPs will be Performance Assurance Parties (PAPs) and will be subject to Performance Assurance Techniques (PATs) under the Performance Assurance Framework (PAF).

ELEXON asked the working group whether the PAF is sufficient or whether there should be specific obligations for VLPs to validate Delivered Volumes. The working group agreed that additional obligations should be placed on VLPs to store and document the process used to calculate and validate Delivered Volumes to ensure a comprehensive and auditable log of actions can be provided upon request.

MSID Delivered Volumes Exceptions

ELEXON presented an exception handling process including the process for the SVAA to contact the responsible Lead Party upon non-delivery of Delivered Volumes. It was agreed that a more formalised process needs to be in place, including a list of obligations and necessary timescales.

Any Other Business

The working group raised an issue whereby difference metering arrangements may interfere with the asset level metering proposals outlined within <u>Issue 70 'Settlement of Secondary Balancing Mechanism Units using metering at the asset'</u> and <u>Issue 71 'Introduction of a baselining methodology as an alternative to Physical Notifications'</u>.

ACTION: ELEXON to investigate the impact of difference metering arrangements on Issue 70/71 and report back to the relevant Issue group.

ACTION: ELEXON agreed to publish the P344 Frequently Asked Questions document on the ELEXON Website.