

Distributed Generation Workshop 31 October 2017

Stay connected...











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# Welcome Lee Maxwell - Energy Solutions Director





#### **General Housekeeping**



Please Sign In...



No Planned Fire Alarms...



Facilities are out in the Foyer...



In the Event of an Alarm...



PLEASE FOLLOW STAFF OUT TO THE STREET AT THE FRONT OF THE BUILDING WHERE WE WILL GATHER TO THE LEFT OF THE MAIN ENTRANCE GATES

Mobiles and Electronic Devices to Silent Please...



Your Feedback is Important...



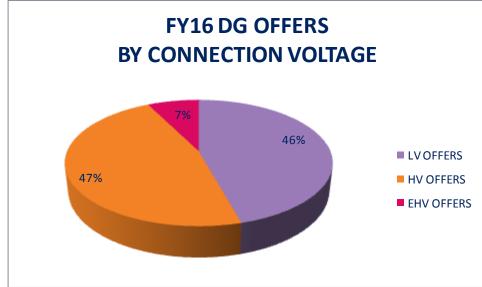
## Agenda



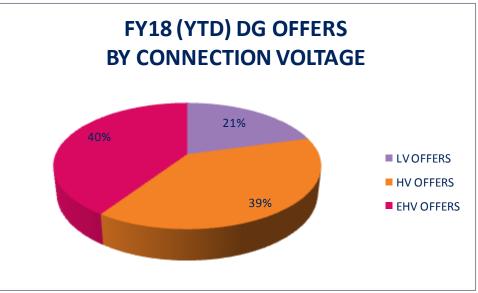
Session	Time	
Registration & lunch	12:30	
Welcome & Introduction	13:00	
Curtailment Index	13:05	
Virtual Private Networks	13:35	
Incentive on Connections Engagement	13:50	
Statement of Works & Network Constraint Update	14:20	
Q&A panel	14:35	
Close		

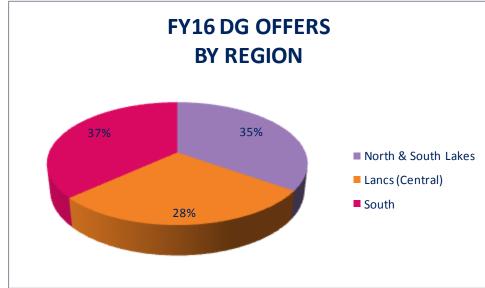
#### Introduction

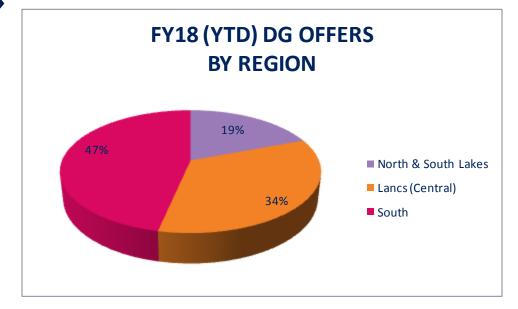






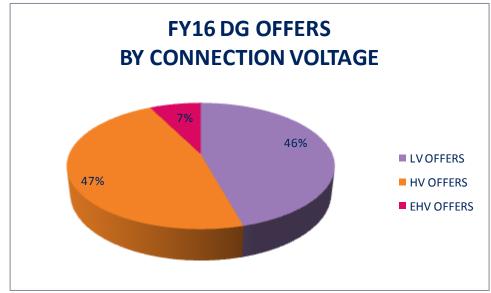




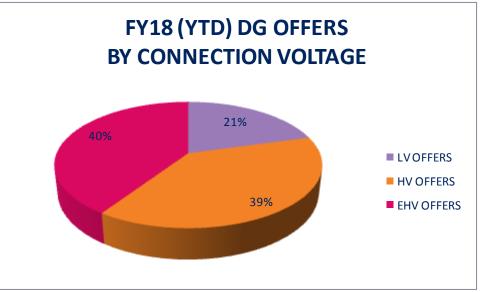


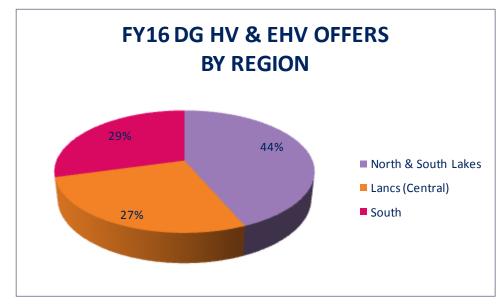
#### Introduction

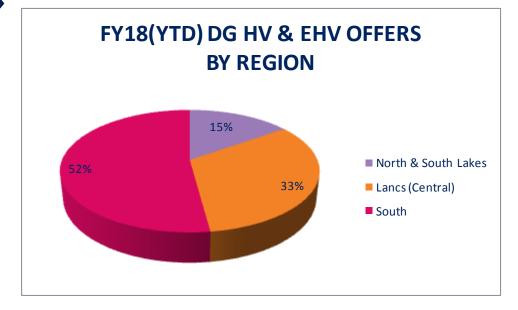






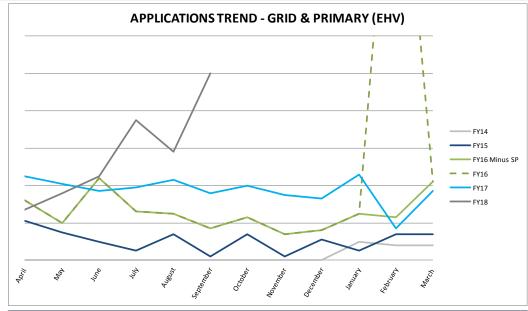


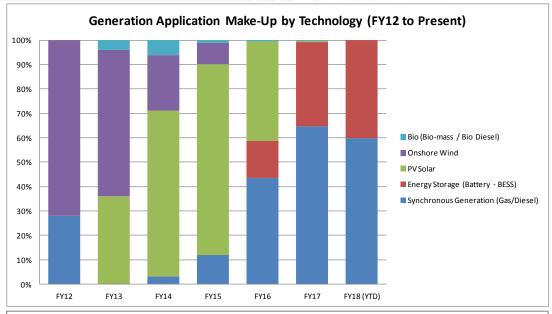


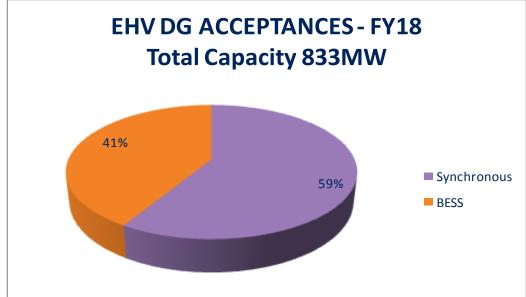


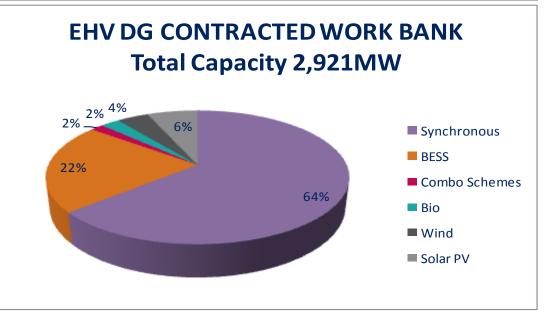
#### Introduction











# **Curtailment Index**









#### Flexible connections







Offered to all new DG connections >200kW at HV and EHV

Offered to new I&C connections where a flexible connection has requested



Post fault demand response

When system normal = ON

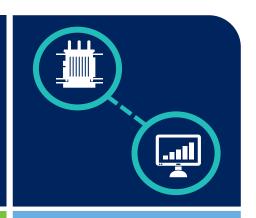
When system abnormal = OFF



Triggered at time of system fault and planned outage (ie maintenance and construction)



Remote terminal unit (RTU) is installed at time of connection



Uses 3G technology to communicate with Electricity North West



Customers

Curtailment Index contained within new flexible connection offers from 4th December 2017 who have maximum import capacity / maximum export capacity >200kW

**Forecast** 

Forecast based on historical data & planned work

Considers fault, construction & maintenance outages

Provides indication per voltage type of forecast curtailment

Provided to customer with connection quotation

Curtailment index

If customer approaches or exceeds cap ENWL will seek to intervene

Figure is provided as a % and no. of days for a rolling six-year period

Actual curtailment

Customers are provided annually with actual curtailment figures for previous 12 months, and cumulative six-year average

Provided through collation of network data

## Curtailment figures



	6.6 & 11kV (HV)	33kV (EHV)	132kV (EHV)
Faults	5 days	15 days	15 days
Maintenance	0.2 days	1.5 days	13.5 days
Construction	4 days	8.3 days	12.5 days
Forecast (based on historical data)	9.2 days (2.5%)	24.8 days (6.8%)	41 days (11%)
Curtailment Index (intervention trigger)	11.4 days (3.0%)	29.8 days (8.2%)	49.2 days (13.2%)





- Customer provided with a clear expectation of average interruption to their operations
- Allows network outages to be modelled realistically to aid customers investment decisions
- Curtailment Index provides safe guards against excessive outages or faults

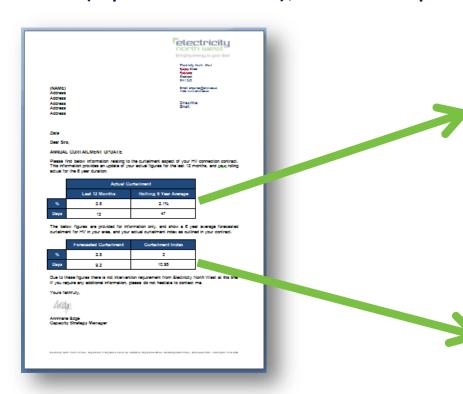


- Clear performance expectation
- It provides an equitable basis for Active Network Management
- Enables introduction of 'Service Metric and associated investment' in RIIO ED2
- Exceeds commitments set out within our ICE plan

#### Annual customer information



At the end of the first full financial year following energisation or commissioning of the RTU, customers will receive a letter providing them with the previous 12 months outage data (April to March), for example:



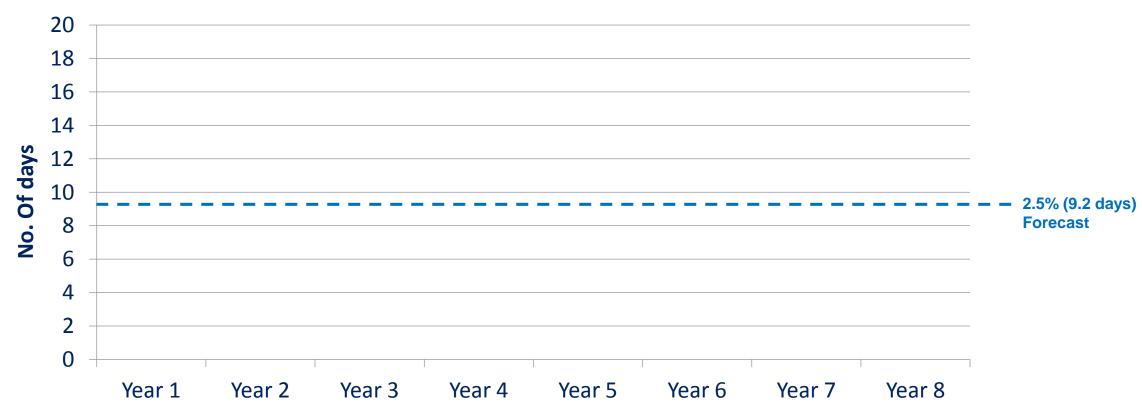
	Actual Curtailment		
	Last 12 Months 6 Year Average*		
%	3.0%	1.09% (6 yr average)	
Days	11 days	24 days (6 yr cumulative)	

	Forecasted Curtailment	Curtailment Index
%	2.5	3
Days	9.2	10.95

The letter will also indicate whether or not intervention is required due to the figures shown.

## Example: HV Network Customer - Energisation -

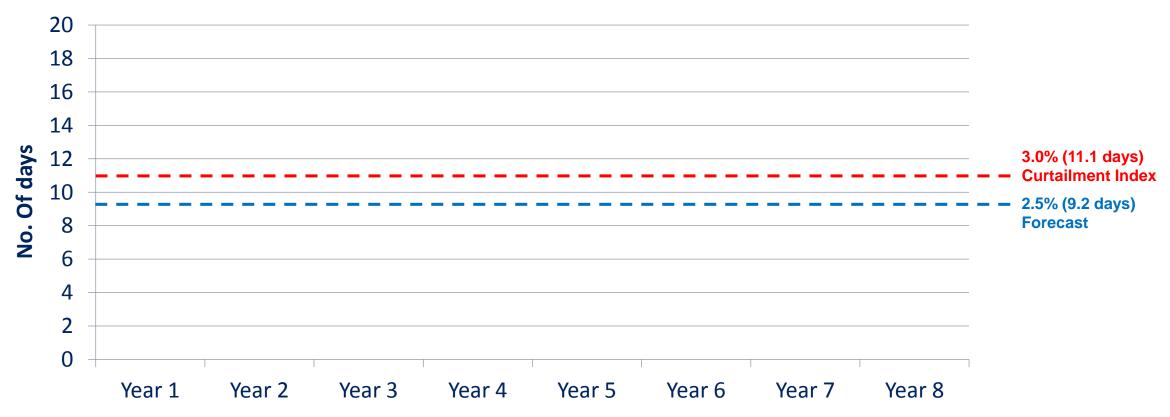




	Percentage %	No. of days
Actual curtailment in year 1		
Actual curtailment		

### Example: HV Network Customer - Energisation -



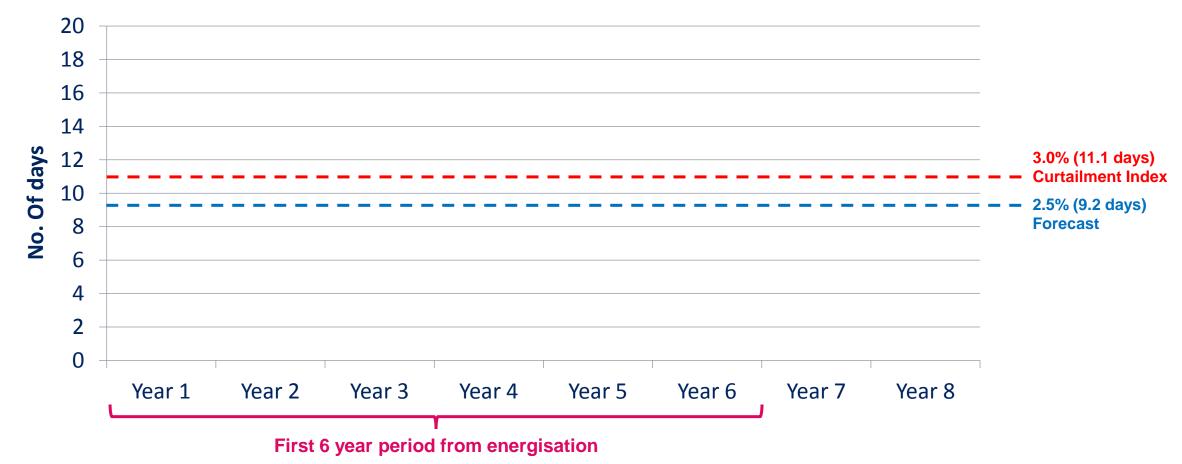


	Percentage %	No. of days
Actual curtailment in year 1		
Actual curtailment		

### **Example: HV Network Customer**

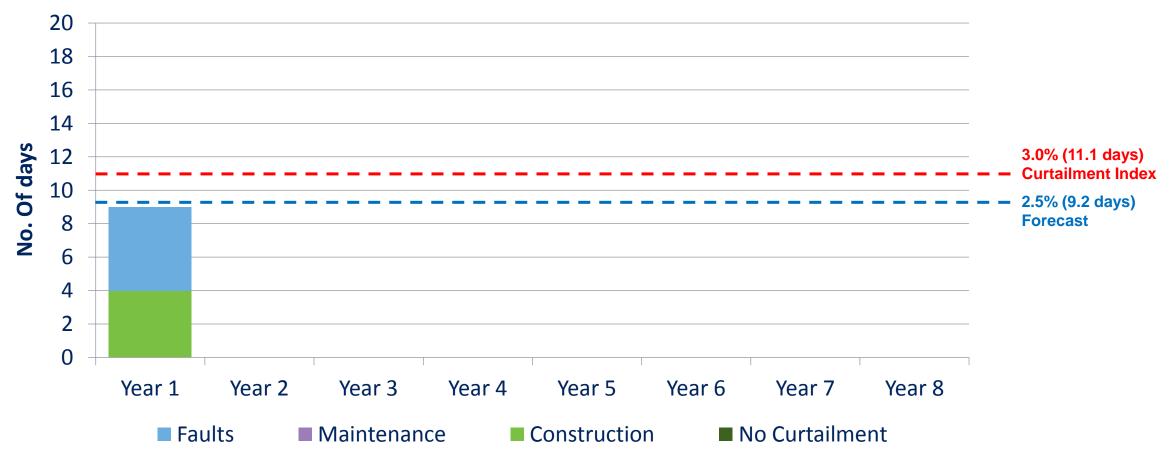
- Energisation -





	Percentage %	No. of days
Actual curtailment in year 1		
Actual curtailment		

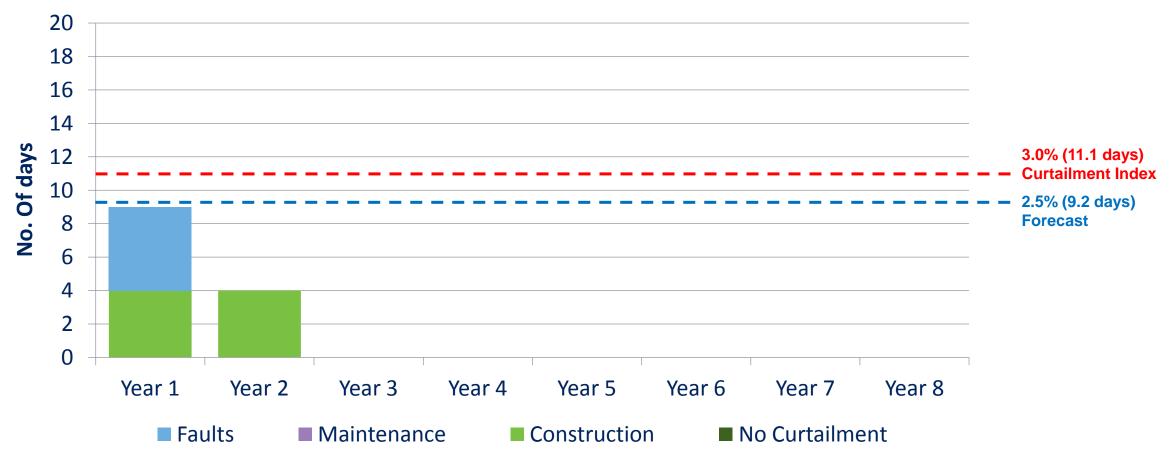




	Percentage %	No. of days
Actual curtailment in year 1	2.5%	9.2 days
Actual curtailment	0.4% (6 yr average)	9.2 days (6 yr cumulative)

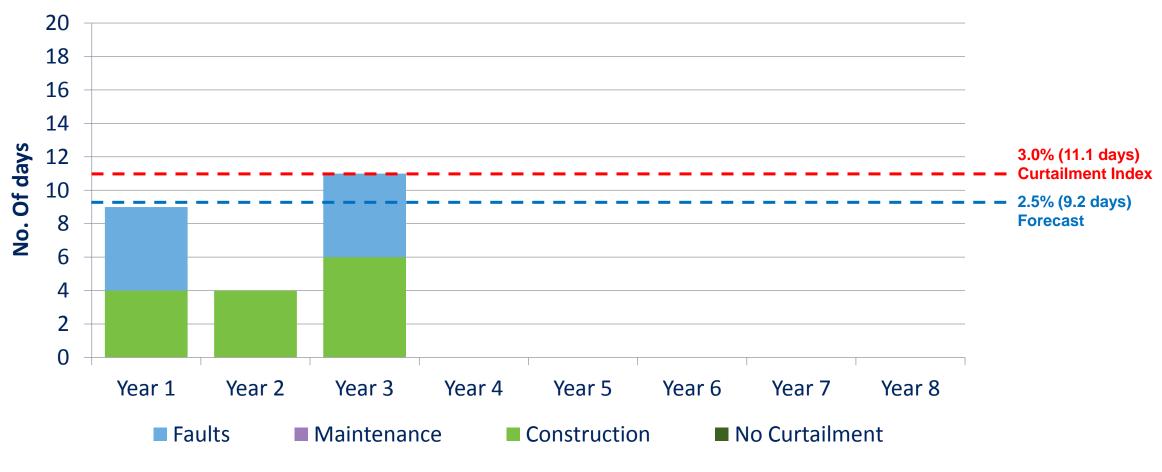
- Year 2 -





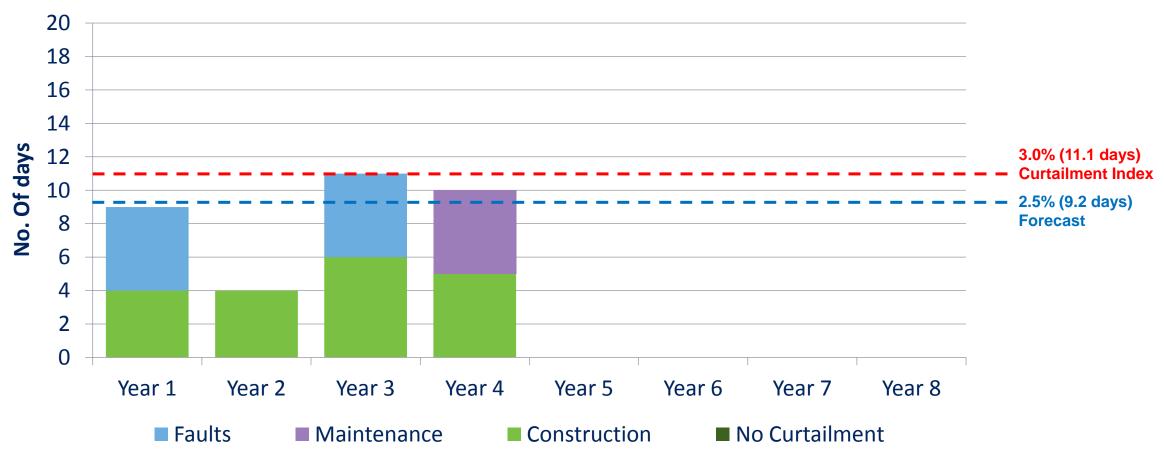
	Percentage %	No. of days
Actual curtailment in year 2	1.09%	4 days
Actual curtailment	0.6% (6 yr average)	13 days (6 yr cumulative)





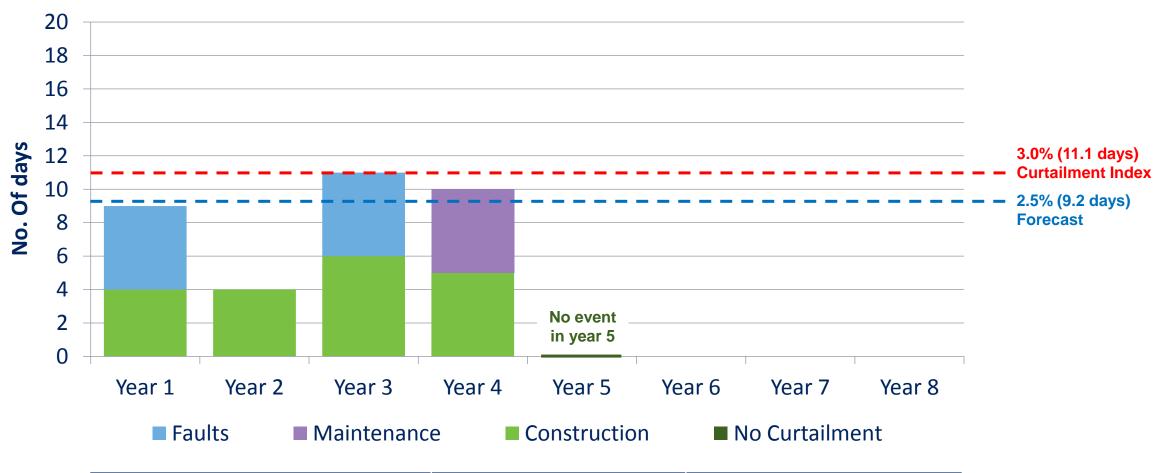
	Percentage %	No. of days
Actual curtailment in year 3	3.0%	11 days
Actual curtailment	1.09% (6 yr average)	24 days (6 yr cumulative)





	Percentage %	No. of days
Actual curtailment in year 4	2.7%	10 days
Actual curtailment	1.6% (6 yr average)	34 days (6 yr cumulative)

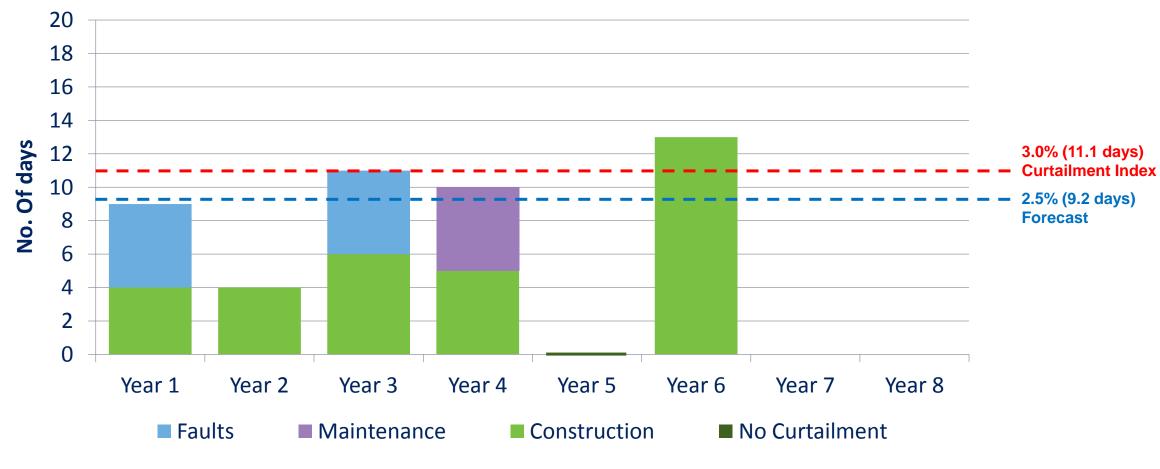




	Percentage %	No. of days
Actual curtailment in year 5	0.0%	0 days
Actual curtailment	1.6% (6 yr average)	34 days (6 yr cumulative)

- Year 6 -

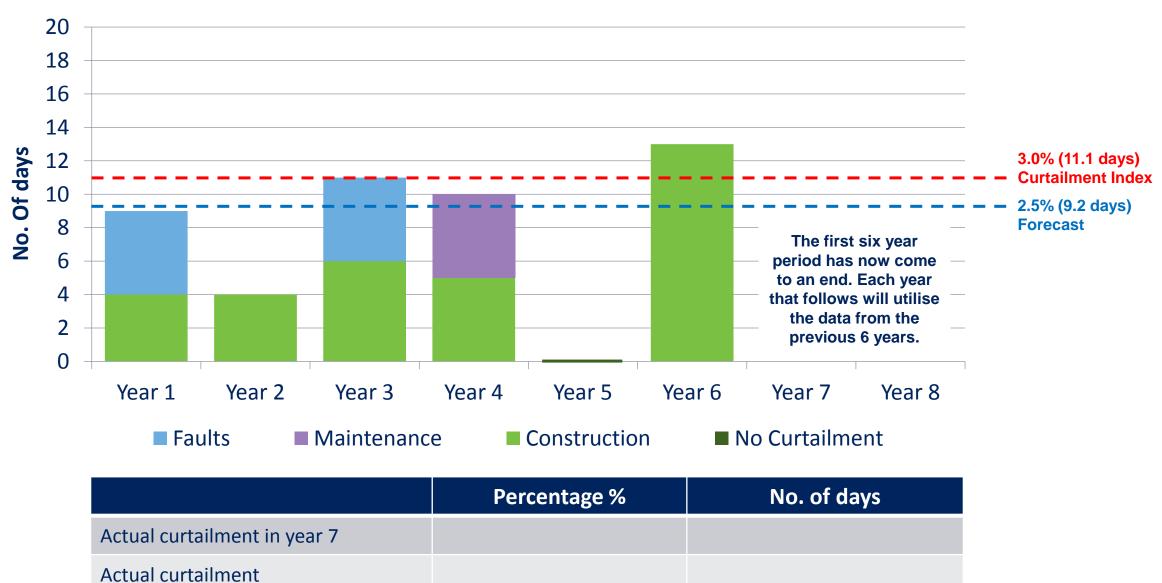




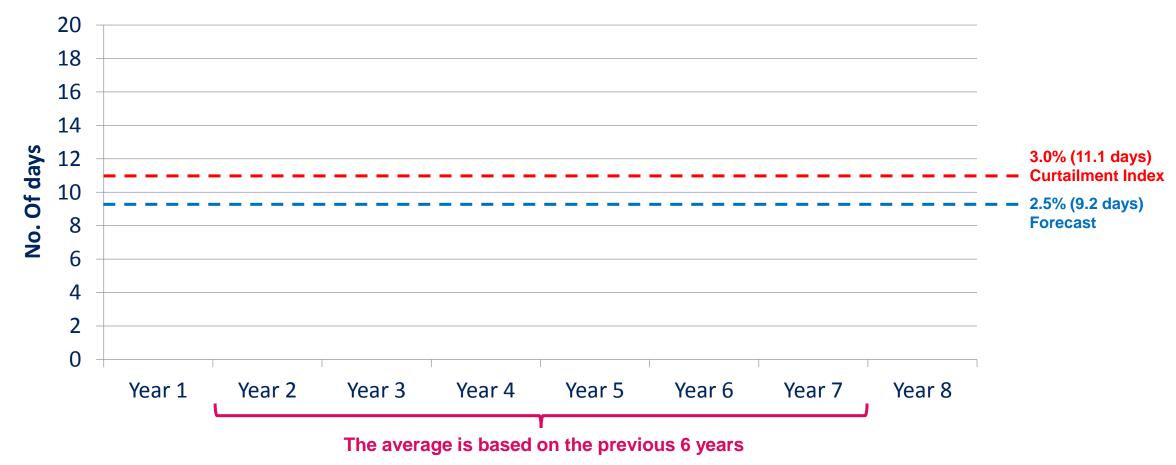
	Percentage %	No. of days
Actual curtailment in year 6	3.5%	13 days
Actual curtailment	2.1% (6 yr average)	47 days (6 yr cumulative)

- Year 7 -



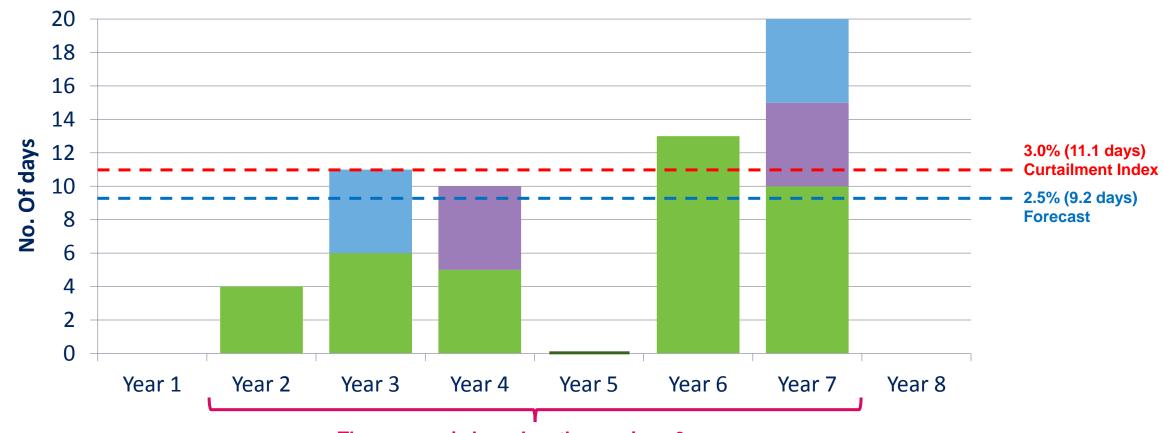






	Percentage %	No. of days
Actual curtailment in year 7		
Actual curtailment		

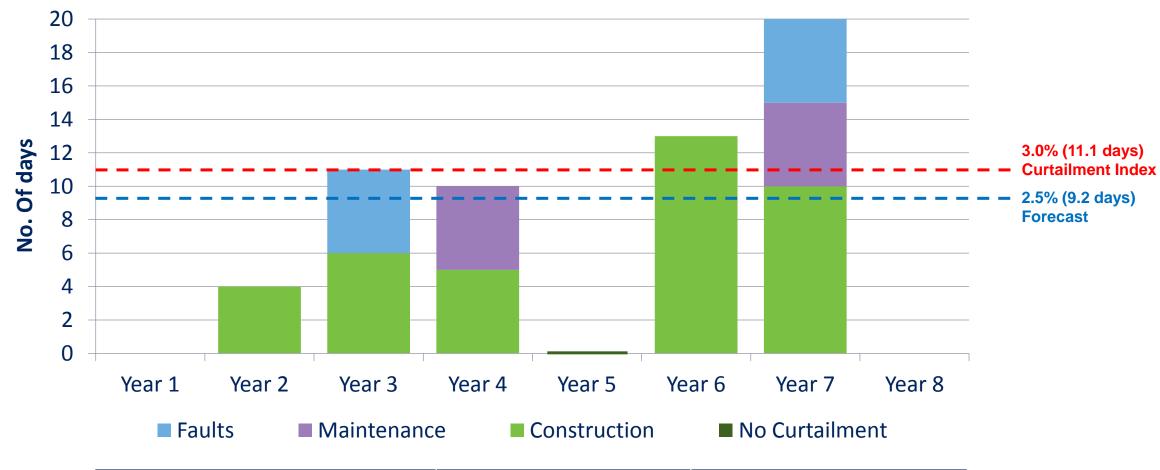




The average is based on the previous 6 years

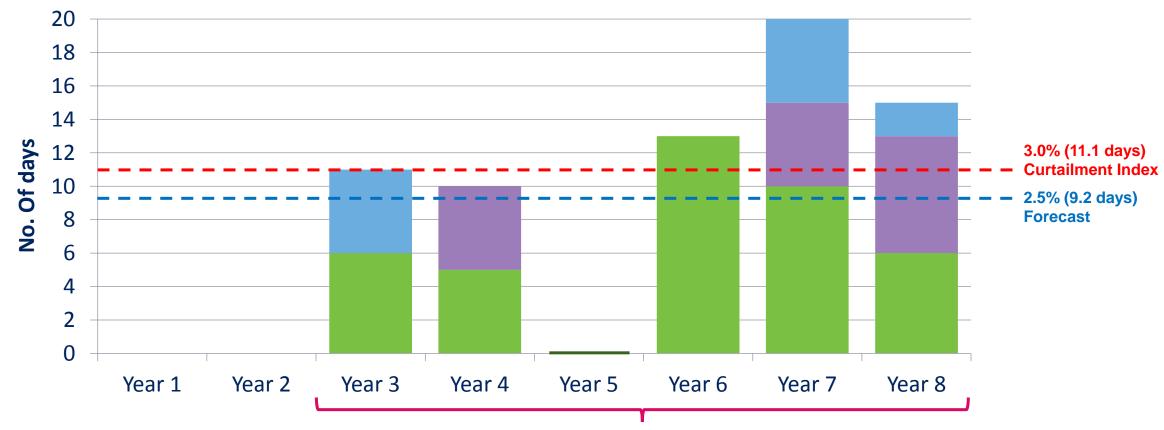
	Percentage %	
Actual curtailment in year 7	5.4%	20 days
Actual curtailment	2.6% (6 yr average)	58 days (6 yr cumulative)





Percentage %		No. of days	
Actual curtailment in year 7	5.4%	20 days	
Actual curtailment	2.6% (6 yr average)	58 days (6 yr cumulative)	

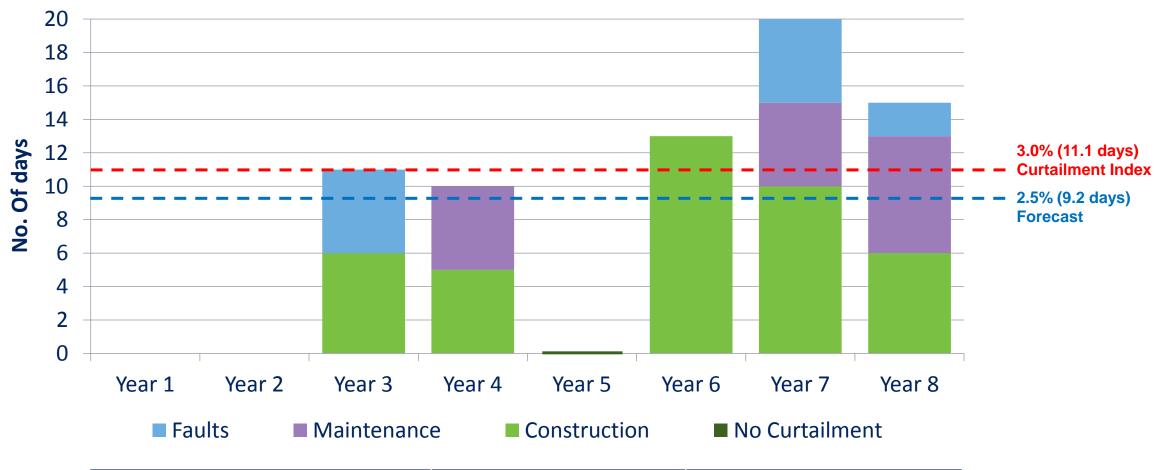




The average is based on the previous 6 years

	Percentage %	No. of days
Actual curtailment in year 8	4.1%	15 days
Actual curtailment	3.1% (6 yr average)	69 days (6 yr cumulative)

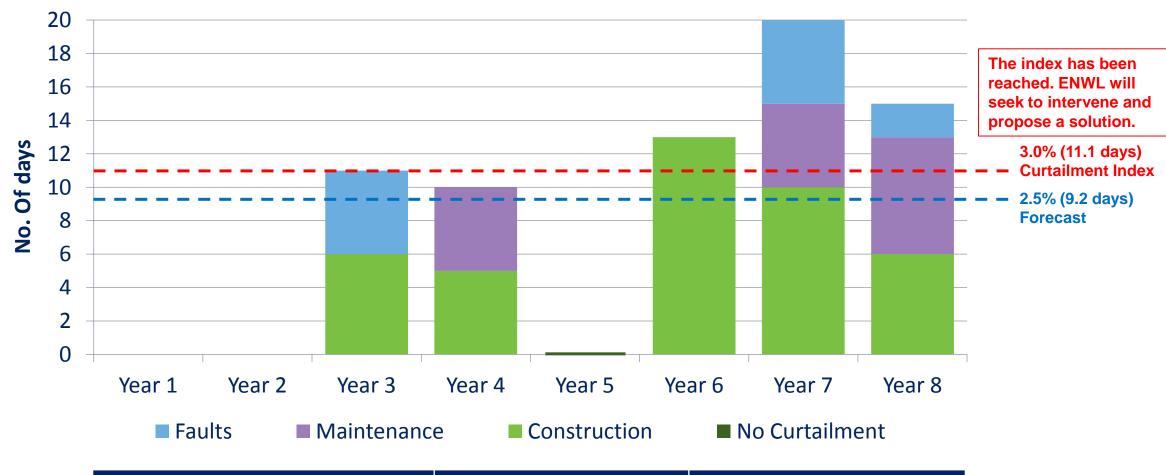




	Percentage %	No. of days
Actual curtailment in year 8	4.1%	15 days
Actual curtailment	3.1% (6 yr average)	69 days (6 yr cumulative)

- Year 8 -





	Percentage %	No. of days
Actual curtailment in year 8	4.1%	15 days
Actual curtailment	3.1% (6 yr average)	69 days (6 yr cumulative)

# Virtual Private Networks

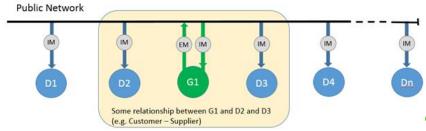




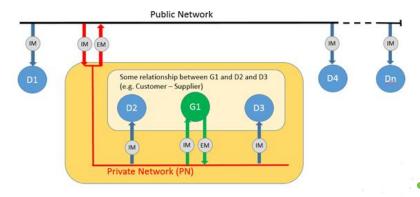
### Local Energy Schemes (Public vs. Private Networks)



#### Connection in public distribution network \*



# Connection in private wire network



#### Local Generation has significant benefits

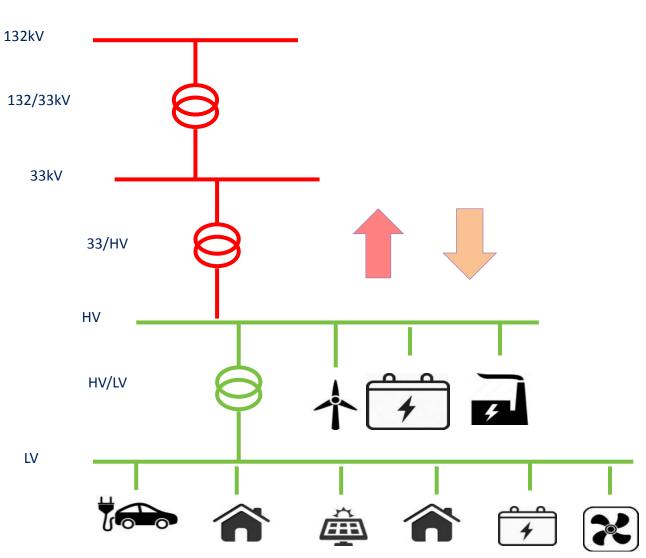
- Enhances security of supply distributed generation
- Contributes to decarbonisation usually cleaner / efficient
- Brings down energy bills avoiding network reinforcement
- Current market arrangements not designed to recognise benefits of local generation satisfying local demand
- LESs often address this issue by constructing private wire networks
  - Private network seen as a "virtual customer" to the outside world
  - Net Import / Export attributed to the "virtual customer's" registered Supplier
  - Retain benefits from difference between payments for 'spill' and charges for import.
- Unlicensed Private Wire Networks do not provide same consumer protections as licensed DNO networks

## Local Energy Scheme



#### **How it works**

- Customers connected to same local network (eg primary s/s) eligible for Local Energy Scheme
- Customers charged DUoS through supplier as normal
- A Demand Side Response payment calculated as difference between
  - Normal DUoS
  - Downstream DUoS
  - Upstream DUoS calculated on a net basis
- Approach should allow the supply benefits to be retained



## Civic Quarter Heat Network (CQHN) Proposal

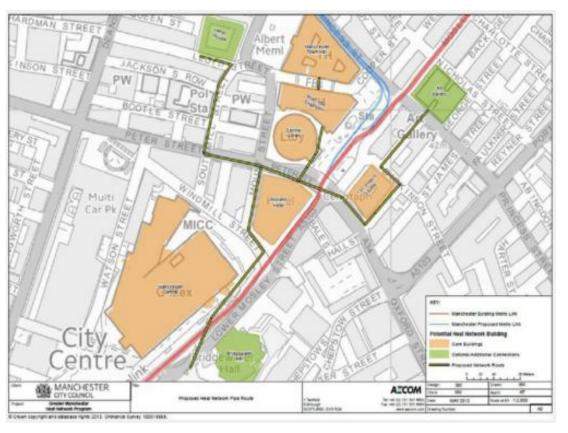


# ENWL/ MCC developed a VPN approach for CQHN instead of a PN solution

- Prevents stranding of ENWL assets
- Reduces risk/ disruption of building PN network
- Potentially reduces need for network reinforcement
- Reduces the amount of DUoS paid by CQHN.
- Derogation needed from licence obligations to undertake trial

#### Ofgem Reaction

- Rejected initial request as too broad
- Minded to reject restricted request: 10 year derogation could conflict with wide ranging charging reviews
- Encouraged ENWL to find alternative approach of allowing trial to proceed
- ENWL currently developing an alternative way forward to allow LES approach for CHQN to proceed
- If successful will look for other areas to deploy solution



# Incentive on Connections Engagement





## Q2 update DG 2017-18 work plan



Action	Output/KPI	Performance	Timescale
Improve visibility of our flexible connections	Output: All generation quotations will highlight where a flexible connection has been offered	✓ On target	Q4 2017-18
Improve constraint data provided with flexible connection quotations	<b>Output:</b> Historical data to be provided for all flexible connection quotations. Up to 5 years' data to be provided in accordance with our records	Behind target	Q2 2017-18
Facilitate regular engagement sessions	<b>KPI:</b> Hold 10 events overall and target 80% of attendees review our events as 'useful' or 'very useful'	✓ On target	Q4 2017-18
Implement online application	Output: Launch of online application and measure impact via number of applications submitted through the new process.  Target 10% of applications to be made online	Complete but delayed	Q2 2017-18
Develop a local energy strategy	<b>Output:</b> Stakeholder workshops held and draft local energy strategy circulated for ratification	✓ On target	Q3 2017-18

## Q2 update DG 2017-18 work plan



Action	Output/KPI	Status	Timescale
Champion Virtual Private Networks in industry to support more flexible and efficient connections	Output: Develop proposals for Virtual Private Networks	✓ On target	Q4 2017-18
Host community energy event	<b>Output:</b> Host event and target 80% of attendees reviewing the event as 'useful' or 'very useful'	✓ On target	Q4 2017-18
Continue to improve LV time to quote	KPI: Target average of 28 Working Days	Current average 32 WD	Q4 2017-18
Continue to improve HV time to quote	KPI: Target average of 45 Working Days	Current average 42 WD	Q4 2017-18
Continue to improve EHV time to quote	KPI: Target average of 58 Working Days	Current average 62 WD	Q4 2017-18

# Q2 update DG 2017-18 work plan



Action	Output/KPI	Status	Timescale
Provide quarterly updates on progress of actions	<b>Output:</b> Progress updates published online and distributed via mailing lists. Engage with stakeholders in workshops to monitor effectiveness of these updates, target 80% attendees reviewing our newsletters as 'useful' or 'very useful'	✓ On target	Q4 2017-18
Develop Community Energy distribution list and share relevant updates	<b>Output:</b> We will target a minimum of 50 stakeholders by March 2018 and share newsletter updates on a quarterly basis	✓ On target	Q3 2017-18
Establish DG owner-operator panel	Output: Establish a DG owner-operator panel	✓ On target	Q4 2017-18
Target improvements in customer satisfaction	KPI: Target an average of: 82% satisfaction with delivery 85% overall satisfaction	Current average  Delivery satisfaction 77% (2 responses)  Overall satisfaction 85% (12 responses)	Q4 2017-18

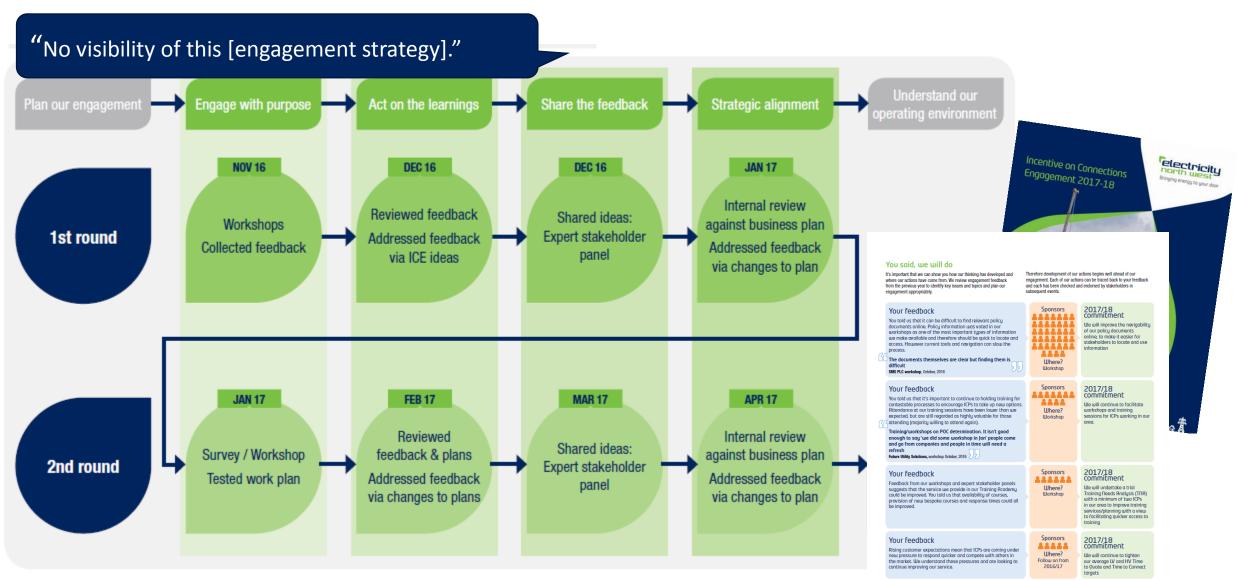
### ICE consultation



	ICP/ IDNO	DG	UM Other
2016 Feedback	<ul><li>T2Q target not ambitious</li><li>Point of contact</li></ul>	No adverse feedback	No adverse feedback
ENWL Action	<ul> <li>New action in 2016-17 work plan</li> <li>Tightened targets in 2016-17</li> <li>Wrote letter to ICP</li> </ul>	None taken	None taken
Ofgem Consultation	Point of contact feedback not addressed	<ul><li>Customer Satisfaction targets not met</li><li>Were they ambitious?</li></ul>	<ul> <li>Unmetered Other T2C targets not met</li> <li>Were they ambitious?</li> </ul>
ENWL Response	Explained our action in 2016-17 work plan and response to ICP	<ul> <li>Met 25 out of 27 actions</li> <li>Only DNO to set these targets</li> <li>Narrowly missed</li> <li>Statistically significant?</li> </ul>	<ul> <li>Met 5 out of 6 actions</li> <li>Only DNO to set these targets</li> <li>Narrowly missed</li> </ul>

#### Our strategy





#### What's important to you



- Where should we focus?
- What's important to you?

















Application process



# Statement of Works & Network Constraint Update





#### Statement of Works Update



 We have a number of Grid Interface Nodes located around our region where our network is connected to National Grids transmission system

 We refer to these as Grid Supply Points (GSPs) and the majority interface with our 132kV network, however, there are a couple that connect in to the 33kV system

- We also have one area of 132kV network where the connection to the NGET infrastructure is solely located on the ScottishPower network
- We continue to work with Nation Grid under the "traditional" Statement of Works process utilising "bulk submissions"
- Over the last 10 months we have worked closely with National Grid and now have responses to SoW submissions on 15 of our 17 GSP's



#### **GSP Transmission Issues**



#### Lakes

- 3 GSP's Harker, Hutton and Heysham
- Thermal restrictions on Harker-Hutton 4x SGT changes at Harker
- Thermal concerns at Hutton SGT overloading further studies required



#### **GSP Transmission Issues**



#### Lancs & Central

- 8 GSP's Stanah, Penwortham (E&W), Rochdale, Padiham, Washway
   Farm, Kearsley and Kearsley Local. Also Bold (SP)
- Fault Level restrictions on Kearsley 6x 275kV C/B changes
- Thermal restrictions on Padiham, Rochdale and Penwortham East -SGT change at Rochdale



#### **GSP Transmission Issues**



#### South

- 6 GSP's Whitegate, Stalybridge, Carrington, South Manchester, Bredbury, Macclesfield Super Grid
- Fault Level restrictions on Carrington- 4x 275kV C/B changes
- Fault Level restrictions on Stalybridge 2x 275kV C/B changes



#### **ENWL Constraint Areas**



#### Cumbria

- 132kV Network Reinforcement
- Penrith & Shap Fault Level
- Stainburn & Siddick Fault Level

#### Central & Lancs

- Thornton / Stanah Capacity Limitation
- 132kV Network Reinforcement Blackburn / Lower Darwen
- Peel Capacity Limitation
- Preston Fault Level
- Lancaster Fault Level
- Skelmersdale Fault Level
- Kearsley Fault level

#### South

- Carrington Fault Level
- Chadderton Fault Level
- Stalybridge Fault Level



# Panel Q&A



