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ICP & IDNO Incentive on Connections **Engagement Workshop** 

5 February 2020

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## **Domestic Arrangements**



- Don't forget to sign in!
- No Fire Alarms planned
- Emergency Assembly Point
- WCs
- Mobile Phones













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Welcome & Introduction

ICE 2019-20 Update GIS Update Policy Updates Connecting
Electric
Vehicles &
Heatpumps

Acceptance &
Energisation
Process

Lunch & Networking 12:15 – 13:00

Ofgem
Significant
Code Review
Update

Transition to DSO

Flexible Services Flexible Connections

Shaping our 2020-21 ICE Workplan

Question & Answer Session



### **Mark Williamson**



Energy Solutions
Director

Mark is a chartered engineer with over 30 years experience in the electricity supply industry. He is responsible for all new connections to our network in the North West of England. In addition, via our ENWL Construction and Maintenance Ltd division provides control, operation, maintenance and construction services for customer's with private high and low voltage networks.

### **Hannah Sharratt**



Connections Stakeholder Engagement and Regulation Manager

Hannah has over 20 years experience in the Utility industry, mostly in programme and project management roles. Hannah's current role focuses on our Connections stakeholder engagement.

#### Mike Doward



Charging Methodology Manager

Mike has over 30 years working in the electrical industry in a variety of roles. He joined ENWL in 2013 assisting private customers to control and operate their private HV systems until 2017 when he joined the Regulation and Compliance section of Energy Solutions. His current role is Connections Charging Manager which looks after the charging aspects of connections and any compliance issues.

### **Peter Twomey**



Planning Policy Manager

Peter joined Electricity North West in 1998 and has held a number of roles since then, mainly in the area of design and planning. His current role is Planning Policy Manager, with responsibility for network design policy at all voltages. Prior to joining Electricity North West, he spent several years in the nuclear power industry.



### **Jonathan Cropper**



**Delivery Manager** 

Jonathan joined Electricity North West in 2015 following a 20 year career in IT. He has worked as a delivery manager in Business Connections since joining and is responsible for the design, construction and Energisation of schemes across Lancashire.

### **Brian Hoy**



Head of Market Regulation

Brian has over 30 years of experience working in the electricity industry. He has an engineering background but has worked in the regulatory aspects of new connections for a number of years. Brian represents Electricity North West on connections related matters and leads a number of national industry groups.

#### **Keith Evans**



**Smart Grid Engineer** 

Keith has recently taken over as the DSO Transition and Smart Grid Engineering Manager. Through this role he is responsible for guiding the business through the evolution to enhanced Distribution System Operation, which is a key element of ENWs vision of leading the North West to becoming a net Zero Carbon economy.

### **Chris Fox**



Head of Business Connections

Chris Fox, Head of Business Connections, leads a fantastic team of over 60 engineers and technicians. His team help serve our customers by finding great solutions that help them develop and grow their business throughout the north west of England.



#### **Ami Mathieson**



**ICE** Manager

Ami joined Electricity North West 9 years ago; she has spent that time primarily within the Customer directorate. Her current role is to support the Connections Stakeholder Engagement & Regulation Manager in the successful delivery of the Incentive on Connections Engagement strategy and aims.

### **John Carlisle**



Delivery Programme Manager

John is the Delivery Programme Manager for our Grid and Primary Connections team. is an Incorporated Engineer with the Institute of Engineering and Technology (IET) and a Registered member of the Association of Project Management (APM). John and his team are responsible for the delivery of all new connections on the 33KV and 132KV networks, inclusive of all demand and generation projects.

### Alan Kemp



Design Engineer

Working within the Business Connections team, Alan's role is centred around the appraisal of Independent Connection Provider's design submissions associated with extensions to Electricity North West's distribution network; where necessary communicating with the ICP to achieve a design which is compliant with our policies.

### **Simeon Knights**



Land Rights and Consent Manager

Simeon has been working on the Land Rights and Consents team for over 15 years. His team is responsible for the acquisition of all land rights, including all statutory, planning and environmental consents necessary for the development, maintenance and protection of the electricity distribution system on private land, involving overhead lines, underground cables and substations.

## What do we want from you today?



- One word Feedback!
- Use the feedback forms and give us your honest opinion
- Contact me, the ICE team or your usual contacts in ENWL at any time to give us feedback
- Mark.Williamson@enwl.co.uk
- <u>ice@enwl.co.uk</u>



## Incentive on Connections Engagement 2019-20 Update

Hannah Sharratt



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## ICE 2019-20 Workplan Performance



### ICE Workplans are available <a href="here">here</a>

TEL WORKPlans are available <u>nere</u>	
➤ We will engage with our stakeholders to review and improve our communication processes with ICP / IDNOs	✓ New process implemented & improved clarity in contact information to improve communications.
➤ We will offer engagement opportunities by establishing direct communication routes for land rights and consents enquiries as well as the provision of regular bespoke legal updates	✓ Direct communication routes available and publicised in regular project documentation.
➤ Engage with stakeholders on the flexible services we offer, presenting at a minimum of 2 workshops.	<ul><li>✓ Consultation completed.</li><li>✓ 2 workshop presentations provided.</li></ul>
➤ Brief stakeholders on proposed changes to charges in Ofgem's Significant Code Review.	✓ Presented at 2 workshops and 1 webinar, with a further webinar planned on 6 <sup>th</sup> February.
Engage with stakeholders on any changes to our approach to A&D fees.	✓ Update provided at workshop. No changes to current approach planned.
➤ We will improve the level of information available on our website and within stakeholder meetings for Electric Vehicle Charging point connections	<ul> <li>✓ New websites available</li> <li>✓ Policy webinar hosted and published</li> <li>✓ FAQ and further information published</li> </ul>

## ICE 2019-20 Workplan Performance



➤ We will improve access to our Geographical Information System	✓ New access to GIS functionality to be delivered early 2020-21, aim to provide preview for key stakeholders in 2019-20
➤ We will improve access and presentation of information on available thermal capacity and fault level on our network	✓ Enhanced Heatmap Tool now available with improved geographical view
➤ We will provide training opportunities to support the Self determination of Point of Connections.	<ul><li>✓ 1 training session provided</li><li>✓ 1 planned in March</li></ul>
> We will publicise the range of flexible connections we offer.	<ul> <li>✓ Presentation at workshop</li> <li>✓ Options discussed during quoting process, where applicable</li> </ul>

## Network Management System (NMS) Update



### Why?

Improved functionality in NMS requires 'pre-built' drawings. This change would impact ICPs, particularly for LV works. Stakeholder engagement and the trial would provide valuable insights and learning prior to roll-out to all ICPs.

Our new Network
Management
System is needed
to cater for future
network
requirements &
transition to DSO

### **Our Commitment**

Engage with stakeholders on the impact of our new Network Management System (NMS), reviewing the process for pre-construction drawings and communicate any changes.

## Update

- Presentation and discussion in September Workshop
- Trial planned for ICP's post Go Live before full roll out
- Update in February Workshop: impact to ICPs minimised

## Network Management System (NMS) Update



LV

HV

Potential impact

Provision of 'Pre-built' drawings

Booking outage in advance

Inform Control Room at energisation

Following further review & impact assessment, LV works can now be captured post energisation

**CURRENT AS LAID PROCESS WILL SATISFY REQUIREMENTS** 

Potential impact

Provision of 'Pre-built' drawings, including phased delivery details

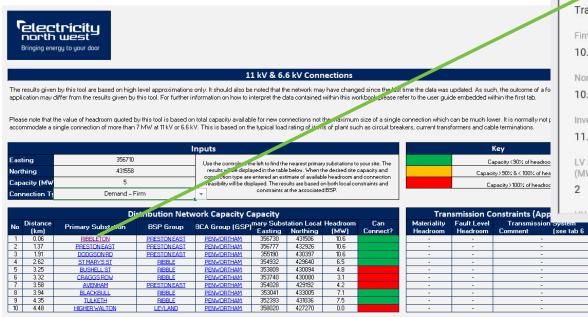
CURRENT DESIGN APPROVAL, OUTAGE & AS LAID PROCESS COVERS MOST REQUIREMENTS – VISIBILITY OF PHASED DELIVERY PLANS STILL REQUIRED

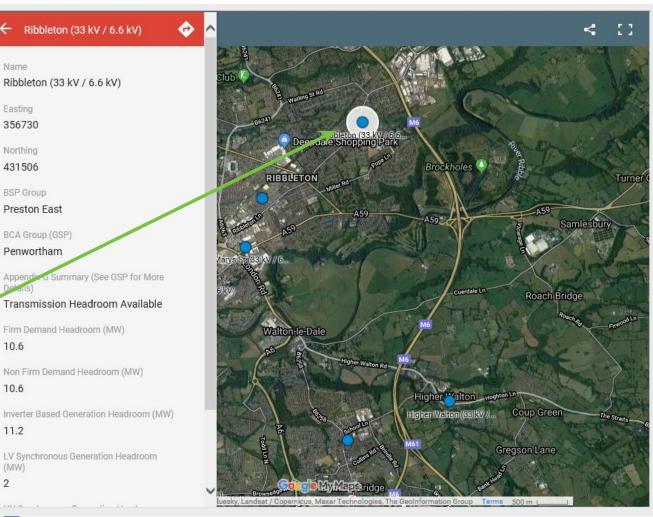
NO REAL IMPACT Trial not required

### **Enhanced Heatmap Tool**



- New improved geographical view using Google maps
  - Full Google map functionality
  - Substation details, including network capacity
- Click on the Substation in excel to take you to the map location





Link to our Heatmap Tool

## ICE 2019-20 Workplan Performance



➤ We aim to outperform the regulatory standard by providing LV quotes within 11 working days compared to the guaranteed standard of 15 working days	✓ Currently providing LV quotes within 9 working days on average	
➤ We aim to outperform the regulatory standard by providing HV quotes within 15 working days compared to the guaranteed standard of 20 working days	✓ Currently providing HV quotes within 13 working days on average	
➤ We aim to outperform the regulatory standard by providing Design Approval responses within 8 working days compared to the guaranteed standard of 10 working days	✓ Currently providing Design Approval responses within 8 working days on average	
➤ We aim to outperform the regulatory standard by providing an average 7 working day time to connect for LV jobs, compared to the guaranteed standard of 10 working days	✓ Current time to connect for LV work is within 6 working days on average	
➤ We aim to outperform the regulatory standard by providing an average 15 working day time to connect for HV jobs, compared to the guaranteed standard of 20 working days	✓ Current time to connect for HV work is within 13 working days on average	

### ICE 2019-20 Workplan Performance



### Business As Usual commitments

- √September workshop provided
- √ February workshop
- ✓ Multiple webinars made available to ICPs & IDNO's, including topics on EV, Ofgem Charging Review, G99 & G98
- ➤ We will continue to communicate with our stakeholders by issuing regular updates on ICE Commitments, Policy and Health & Safety updates to registered stakeholders
- ✓ Quarterly updates and newsletters published for ICE
- ✓ Updates published for Policy and Health & Safety
- ✓ All updates available on our website

- ➤ We will continue to provide stakeholders with opportunities to receive detailed briefings on policy changes
- ✓ Presentations at 2 workshops
- ✓ Low Carbon Technology webinar
- ✓ Further webinars possible as required



## Geographical Information System (GIS)

Mike Doward



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## **Proposed Offering**



- Web based application
- Better access arrangements 24/7
- Update period more frequent improved time delay from site data appearing in GIS system
- Simple Browser or Download for your own GIS software
- More information displayed on asset attributes

#### **Timeline**

Project initiated – Dec 2019

Work commenced – Jan 2020 Issue for external testing – Mar 2020

Anticipated browser go live – Apr 2020

Anticipated download facility go live – May 2020



Proposed home view



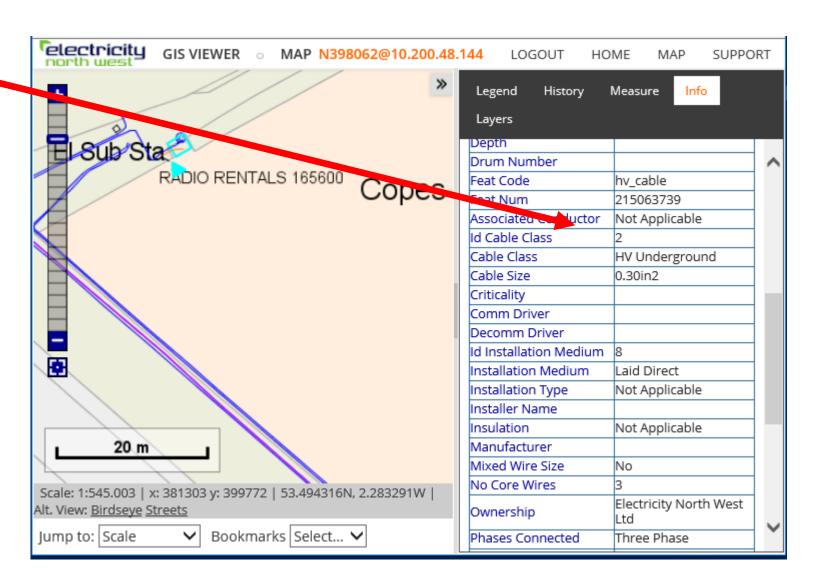


- Better definition of assets
- More detailed asset information
- Interactive map



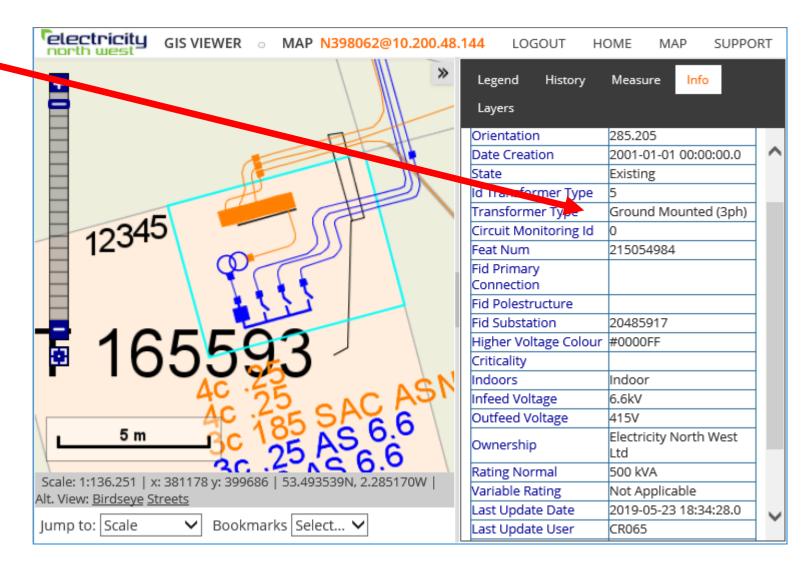


Improved cable asset data





Improved plant asset data



## Proposed Offering



### We need your help

- External testing Anticipated March 2020
  - Feedback on look/feel/content of browser
  - Anticipated to be no more than a few hours over a 3 day period
- How do you envisage using the GIS information?
  - viewing on browser

or

- download asset information for use in your own systems?
- If you would like to volunteer to participate in the testing please email <a href="ICE@enwl.co.uk">ICE@enwl.co.uk</a>





## Questions & Answers?

# relectricity north west

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Policy Update

Mike Doward

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### **Policy Updates**



- Forthcoming Changes
  - CP258 Connection of Industrial & Commercial Customers
  - ES215 New Connections of up to 1500kVA Capacity
  - Description of change
    - The option to provide connections using a LV air circuit breaker has been removed. Ganged ways should be used to provide LV connections between 300 to 1000kVA
  - Reason for change
    - Connections using LV ACBs are extremely uncommon. This means there is a very small population of LV ACBs owned by ENWL, leading to issues with maintenance and fault repair/replacement. It is proposed to standardise LV connections to ganged ways from a LV board
- Changes Oct-Dec
  - CP411 Pt1N LV Cable Jointing Manual revised for new Sicame joint kits. Plus further information on minimum PPE required
  - CP614 Authorisation Sections 9 and 10 added to show process for Withdrawal of Authorisation and Route back to Re-Authorisation. Appendix F5 added, Route back to Re-Authorisation form



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## Disconnections

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### **Current Process**



- In 2017 ENWL allowed disconnections associated with a connection to be completed by ICPs
- ICPs can undertake LV disconnections where the property would be re-connected in some form e.g. single phase disconnection and three phase upgrade
- Disconnection/s need to be submitted with connection application/design



### **Next Steps**



- Look at allowing ICPs to carry out further disconnection activities
- Applies to LV temporary supplies
  - Undertake trial to gain learning
  - Trial being undertaken by three ICPs who have expressed a recent interest in disconnections
  - 6 month duration subject to sufficient examples being undertook
  - Looking for feedback to the impact on ENWL obligations
- Explore any potential learning
- Confirm no impact to regulatory obligations
- Subject to successful trial extend disconnections of temporary LV supplies to all ICPs
  - Monitor and review compliance with new processes

## Obligations under the MRA/BSC



Register disconnection	Service Level Agreement = 2 working days	D0262 Dataflow
Notify Supplier of acceptance	Service Level Agreement = 5 working days	D0352 Dataflow
Time for Supplier/MOP to record in systems	No meter – Service Level Agreement = 5 working days	
Time for Supplier/MOP to record in systems	Single meter – Service Level Agreement = 10 working days	
Time for Supplier/MOP to record in systems	Multiple meters— Service Level Agreement = 25 working days	
	Carry out disconnection	
Notify Supplier of change of energisation	Service Level Agreement = 2 working days	D0215 Dataflow
	Issue Disconnection Confirmation Letter	



## Questions & Answers?

## Electric Vehicle & Heat Pump Connections

Peter Twomey



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### Contents

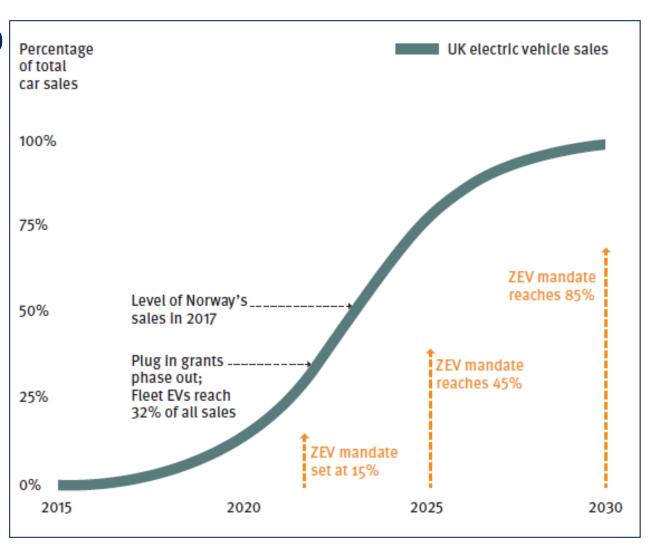


- Background
- Domestic EV & HP
- Public EV with aggregate load >75A
- Some early lessons learnt
- Website
- Electricity North West policy
- Q&A

### Background



- UK Government law zero carbon by 2050
- Petrol & diesel vehicles phased out by
   2035
- Electric Vehicles are critical to achieving these targets
  - forecast increased uptake
  - Similar uptake paths for electrification of heat
- Electricity North West has a key role
  - Enable economic connections



Forecasts for the North West available in our <u>Distribution future electricity scenarios</u> documents

### **Domestic EV & HP Connections**



- Follow the ENA connection process for Electric Vehicles and Heat Pumps
- Installer assesses service capacity:
  - Connect & notify ENWL if total domestic demand inc EV is less than 60A
  - Apply to connect if total demand is more than 60A or service rating inadequate

• Multiple applications – use diversity values in EREC P5

• ENA website <a href="http://www.energynetworks.org/electricity/futures/electric-vehicles-">http://www.energynetworks.org/electricity/futures/electric-vehicles-</a> and-heat-pumps.html

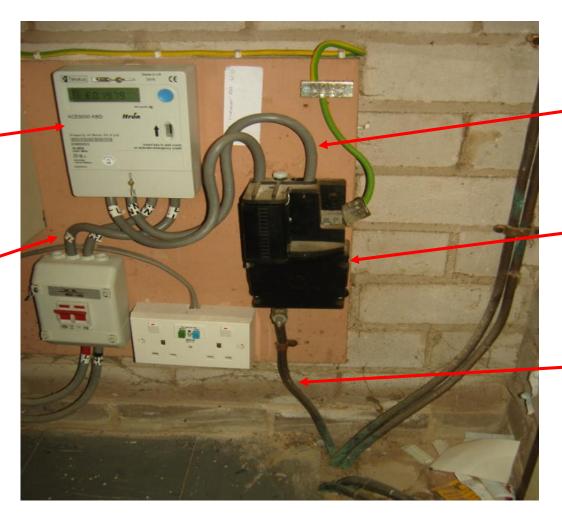
## **ENA Domestic Connection Process (1)**



Typical service termination

Meter (supplier)

Tails to consumer unit (customer)



Meter tails (Supplier)

Cut out (ENWL)

Service cable (ENWL)

### **ENA Domestic Connection Process (2)**



- Installer makes initial assessment:
- Unknown cut out rating?
- Safety concerns?
- Other identified issues?
- Looped service?
- Maximum demand exceeds cut out rating?
- Maximum demand >60A per phase (whole current metering)?



connectionapplications@enwl.co.uk

## **ENA Domestic Connection Process (3)**

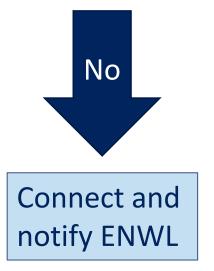


For EV only installation:

- DC Output?
- AC Input > 60A per phase (whole current)?
- AC Input >30% MIC (CT Metered)?



connectionapplications@enwl.co.uk



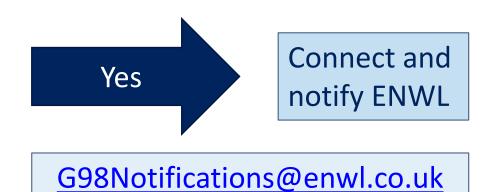
G98Notifications@enwl.co.uk

## **ENA Domestic Connection Process (4)**



## Heat Pump installation

- Heat Pump under a single controller?
- Total HP AC Input <32A?</li>
- Is HP listed in ENA online register?
- Is HP classed as 'connect & notify'?





Apply to connect

connectionapplications@enwl.co.uk

## Public EV with aggregate demand >75A



- High capacity EV Charge points for public & customer use
- Known to be potentially disturbing load power quality assessment (G5/4)
- Emissions data required
  - Harmonic current emissions for 2<sup>nd</sup> to 50<sup>th</sup> harmonic
- Stage 1 assessment is a desktop with PASS / FAIL outcome
- Failures may progress to Stage 2 site measurements required
- ENWL can undertake measurements and study for a fee
- Alternatively the connectee may request an alternative PoC that passes Stage 1
- Diversities described in ES230 Connection of Low Carbon Technologies

## Some early lessons learnt



Ensure Heat Pump electrical input is used (not thermal output)

• ENWL Policy is to remove any looped services – advise customer

- Rural areas are more likely to require reinforcement to connect high capacity devices.
  - Locations close to our substations are better than locations at the end of long cables

## New website pages



• We are improving our website to make connecting low carbon technology, including Electric

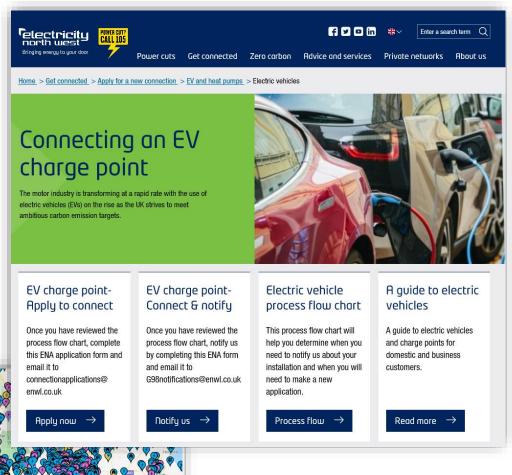
Vehicles & Heatpumps easier.

Dedicated web pages

Clear signposting to application forms

Read more  $\rightarrow$ 





## Electricity North West policy for EV connections



- A new policy document covering the connection of Low Carbon Technologies:
  - ES230 Connection of LCTs (Click here)
- Other relevant documents:
  - EPD283 LV Network Design ENWL website (Click here)
  - EREC G5/4 Harmonic Voltage distortion Distribution Code Website (<u>Click here</u>)
  - ENA LCT Connection process ENA Website (<u>Click here</u>)
  - MOCOPA Guidance service termination issues (Click here)



# Questions & Answers?

# Acceptance and Energisation **Process Overview**

Jonathan Cropper



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## **Acceptance Process**





- Return your signed acceptance
- Payment
- We will engage the Strategic Planning team



Submit your completed Design Submission Pack





Within 10 days receipt of the Design Submission Pack

Your design will be reviewed and either approved or rejected

## Benefits of the Acceptance Process





## Receipt of signed Acceptance and Payment will:

- Secure your POC
- Assign you a Construction Coordinator
- Engage the Strategic Planning team



#### The Strategic Planning team then:

- Provide you with valuable information for you Design Submission Pack
  - Earthing requirements
  - Protection settings
  - Harmonic assessments
  - Fault level studies



## Benefits of the Acceptance Process Continued





The Design Submission Pack will assist us to:

Approve your design in the shortest timescale



An approved design will allow us to:

- Issue you the appropriate Connection Agreements
  - Master Adoption Agreement (MAA)
  - Bilateral Connection Agreement (BCA)
  - Bilateral Adoption Agreement (BAA)
  - Standard Connection Agreement (SCA)
  - Bespoke Connection Agreement (BesCA)



## LV Energisation Process





10 working days before your energisation date return your completed:

- LV Live Jointing Request Form
- Approved Site Boundary Drawings showing plots to be energised



#### Your Constructor will:

- Confirm your energisation date by Signing and Returning your Live Jointing Request Form
- Provide you with a Data Management SATS number



5 working days before your energisation date provide us with:

- Legal Consents
- Signed Connection Agreements
- Whereabouts



## **HV Energisation Process**





- HV Energisation Request Form
- Test Results
- Pre-Laid Drawings





- Confirm your energisation date
- Provide you with a Data Management SATS number



- Legal Consents
- Signed Connection Agreements
- Whereabouts

## Following Energisation





#### Within 48 hours after energisation return your:

- As-Laid Drawings of the jointing positions
  - In the required format
  - Preferably on the ENWL As-Laid form
  - Quoting the Data Management SATS number
- Exit Live Jointing Regime form (LV only)
- ENWL Completion Certificate (LV only)



#### Your Constructor will:

- Review the As-Laid drawings
- Sign and return the Exit Live Jointing Regime form (LV only)
- Send the As-Laid to the Data Management team





NERS Requirements Document



ENA Competition in Connections Code of Practice

Ofgem RIIO-ED1 Regulatory Instructions and Guidance: Annex G – Connections

ENWL Policies and Procedures

ENWL Competition in Connections website

#### Contacts



- Competition in Connections Design Submission
  - cic@enwl.co.uk
- Connection Contracts
  - contracts@enwl.co.uk
- Asset Adoption Energisation Requests
  - assetadoption@enwl.co.uk
- Contracts Manager
  - Jonathan Cropper
    - o jonathan.cropper@enwl.co.uk
    - o Mobile 07471 142 170



# Lunch







## Ofgem Significant Code Review

**Brian Hoy** 

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## Recap - What is a Significant Code Review?



- A Significant Code Review (SCR) allows Ofgem to initiate wide ranging and holistic change and to implement reform of a code based issue.
- The are two SCRs with regard to charging
  - The Access SCR which is looking at Access rights and 'Forward-Looking Charges'; and
  - The *Targeted Charging Review* (TCR) which looked at how 'residual' network charges should be set. This is now in the implementation phase
- This presentation will cover the scope and timelines of the Access SCR and the potential impacts
- We have a webinar on 6 February at 10am if you are interested in more details register here)

#### What is the Access SCR?



- Objective of Access Significant Code Review (SCR): to ensure electricity networks are used efficiently and flexibly, reflecting users' needs and allowing consumers to benefit from new technologies and services while avoiding unnecessary costs on energy bills in general.
  - Access arrangements the nature of users' access to the electricity networks (for example, when users can import/export electricity and how much) and how these rights are allocated:
  - Forward-looking charges —the type of ongoing electricity network charges which signal to users how their actions can ether increase or decrease network costs in the future

#### • Scope:

- Review of the definition and choice of transmission and distribution access rights
- Wide-ranging review of Distribution Use of System (DUoS) network charges
- Review of distribution connection charging boundary
- Focussed review of Transmission Network Use of System (TNUoS) charges

## Ofgem's approach



- Ofgem's focus this year is on developing and assessing a long-list of options. They are sharing their thinking through two working papers:
  - 1<sup>st</sup> working paper published September 2019
    - An initial overview and assessment of options for access rights, better locational DUoS signals and charge design.
    - The links between access, charging and procurement of flexibility.
  - 2<sup>nd</sup> working paper published December 2019
    - Distribution connection charging
    - Small user treatment
    - Focused transmission charging reforms
- A shortlist of options will be assessed in further detail this year, with consultation on their draft SCR conclusions in summer 2020
- Further information on the reviews can be found at
  - <a href="http://www.chargingfutures.com/charging-reforms/access-forward-looking-charges/proposed-changes-and-potential-impacts/">http://www.chargingfutures.com/charging-reforms/access-forward-looking-charges/proposed-changes-and-potential-impacts/</a>
  - https://www.ofgem.gov.uk/electricity/transmission-networks/charging/reform-network-access-andforward-looking-charges

# Ofgem's Access and Forward Looking Charging SCR

1<sup>ST</sup> Working Paper – September 2019





## Reform of access rights - recap



• Network access rights define the nature of users' access to the network and the capacity they can use (eg how much they can import or export, when and for how long, and whether their access is to be interrupted and what happens if it is).

• It should benefit all network users if we can make better use of capacity and allocate it in a smarter way.

## Potential Impacts of Access Right Changes



#### • For IDNOs

Will probably need to reflect arrangements in their agreements with customers

#### • For ICPs

Probably not significantly affected

#### For Distributed Generation and Demand Customers

Potentially impact existing rights but could introduce more flexible options

## Forward Looking Charges - Better Locational DUoS Charges



Treatment of EHV costs for HV/LV customers

#### All the way model

HV and LV connected customers are charged based on a generic allocative/ultra long-run model per DNO region, while EHV connected customers have highly locational incremental charges

HV/LV baseline

#### Pancaking/layering

HV and LV connected customers face equivalent charges for EHV costs as EHV connected customers, and then additional charge for HV/LV costs

Extent of locational granularity for HV/LV customers

Extent of variation

Varying by secondary substation/secondary groupings

Varying by primary substation/primary groupings

DNO region charges

Basis for variation

Urban/rural or population density archetypes

Cost of existing network assets

Extent of spare capacity

Reflecting dominant flows

?

## Potential Impacts of Forward-Looking Charges Changes



#### • For IDNOs

Will probably need to reflect arrangements in their charges to customers

#### For ICPs

Probably not significantly affected

#### For Distributed Generation and Demand Customers

- Potentially impact existing charges with greater variability between locations and very different charging structures.
- However suppliers unlikely to be required to pass the DUoS Charges on directly to customers

# Ofgem's Access and Forward Looking Charging SCR 2<sup>nd</sup> Working Paper December 2019

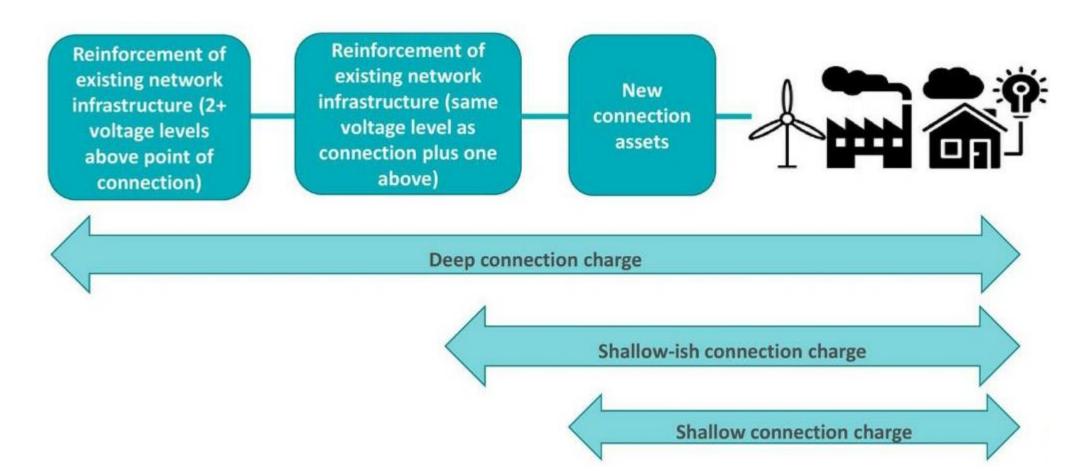




## What is the 'connections boundary'?



When connecting to the network there can be different kinds of assets required to make the connection. The 'connections boundary' describes the assets that the customer has to pay for.



#### How does it work now and what are the issues?



#### **Transmission**

- Shallow connection boundary
- Pay for new connecting assets up front or over time
- TOs must fund any necessary reinforcement via RIIO allowances or the ESO could actively manage the constraints through flex markets
- To protect against TOs undertaking reinforcement that is not then used, users provide securities against them cancelling their projects ('user commitment')

#### Distribution

- Shallow-ish connection boundary
- Pay upfront for new connecting assets and a share of any necessary reinforcement of the upstream network
- Can lead to high connection charges and might reduce incentives for DNOs to invest strategically, but provides a locational signal
- Protects wider consumers from the risk of stranded or under used infrastructure

#### Potential problems with these arrangements

- The difference between arrangements may be distorting investment decisions or competition between projects
- The connection arrangements could be creating barriers to entry for some users (eg upfront cost) and slow down connections of new technologies like distributed generation and EV charging infrastructure

## What options are Ofgem considering?



Shallow-ish connection boundary

current arrangements

#### Shallower

still recovering some reinforcement costs through connection charges, but less than now

#### **Shallow**

no longer recovering any reinforcement costs through connection charges

#### Alternative payment arrangements

it might be possible to combine alternative payment terms such as payment over time with any of the other options

## **Small users options**



#### Access SCR would consider as a priority area:

- Better defined access rights and greater choice for small users,
- Distribution use of system charging reform and reforms to the distribution connection boundary
- Potential protections to mitigate the potential adverse impacts of the reforms

#### Small user's workstream will consider:

- Whether adaptations to options may be needed to enable domestic and microbusiness consumers to engage with and benefit from new access and charging arrangements.
- This includes considering whether any protections may be needed for certain groups.

# Overview of options

#### **Charging options**

Considering whether any limits on the level of locational or temporal granularity or degree of change in dynamic signals may be appropriate for specific types of small user demand

#### **Access options**

Considering whether any limits should apply on the choice of access option or level for specific groups of small users, for some or all demand, including a potential core access level option

#### **Wider retail provisions**

Considering the role for principles-based obligations or other retail market provisions, including possible approaches to engaging with consumers in relation to any new arrangements



#### Focused review of transmission network charging covers:

Transmission network charging design for demand users

Transmission network charging design for Distributed Generation

The 'reference node'

## **Current arrangements**



Transmissionconnected generation Transmission access rights

Wider locational transmission charges

Local circuit charges

Explicitly agreed access right

Receives credits or pays charges, based on agreed capacity

Pay charge where relevant

Distribution-connected generation >100MW

Explicitly agreed access right

Receives credits or pays charges, based on agreed capacity

Do not pay charge even where relevant

Distribution-connected generation <100MW

Generally not explicitly agreed right, unless have BEGA Receives credits but charges capped at zero, charges as inverse demand

Do not pay charge even where relevant

Ofgem concerned that these difference could be distorting competition and leading to higher system costs for users

## Potential Impacts of 2<sup>nd</sup> Working Paper Issues



#### • For IDNOs

Implementing different DUoS tariffs into their tariffs to suppliers

#### For ICPs

• Connection Charging, potentially a move to a much shallower connection boundary with more costs treated as general reinforcement, therefore lower connection costs

#### For Distributed Generation and Demand Customers

• Potentially impacts existing charges generally through the supplier but with lower connection costs

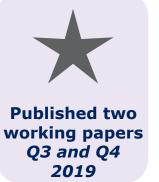
Significant Code Review Timetable and Summary





















Industry raise code mods. Reforms implemented April 2023

- The reviews are likely to result in major changes to the charging and access arrangements for customers
- Aim is to finalise the proposals mod 2021 in time for DNO RIIO-ED2 Business Plan Submissions
- Reviews are still at an early stage and impacts not yet clear
- Further updates will be provided as further information becomes available.



# Questions?



Bringing energy to your door



# **DSO** Transition

Keith Evans

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## Increasing network complexity



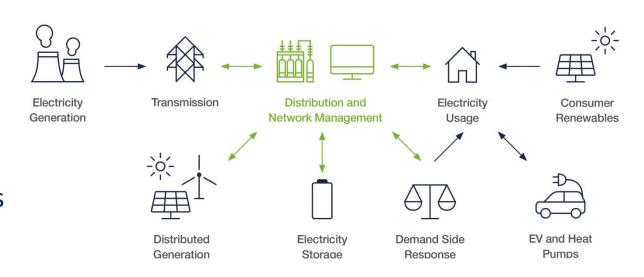
#### Historically controlling single directional flows

- 18 connections to National Grid transmission network.
- 6 connections to other DNOs



#### As a DSO controlling bi directional flows

- 18 connections to National Grid transmission network.
- 6 connections to other DNOs
- Hundreds of connections to IDNOs
- Tens of thousands of customer connections



## Distribution System Operation



- A large quantity of the ICE and business change program plans for 2018 & 2019 have been associated with the transition to enhancement of Distribution System Operation functionality within ENWL.
- Distribution System Operation can be segregated into a range of functions, some are inherently the responsibility of the DNO to deliver, however many are already widely open to competition and market participation.
- Some of the DSO functions were already part of the role of a DNO and will be enhanced, whilst some are completely new.
- We believe that DNOs should retain responsibility for all DSO functions which preserve the system security and are directly liked to the licence obligation of:

"Permit the development, maintenance, and operation of an efficient, co-ordinated, and economical system for the distribution of electricity;" (licence condition 21)

# Benefits of DSO transition



	Improved customer experience	<ul> <li>Improved customer experience though sharing of best practice within the ENA</li> <li>Open Networks project</li> </ul>
	Efficiency savings	<ul> <li>Increase utilisation of networks assets allowing for efficiency savings</li> </ul>
	Whole system investment	<ul> <li>Improved whole system investment decisions through closer working relationships with other network providers</li> </ul>
CO <sub>2</sub>	Low carbon economy	Facilitating the transition to a low carbon economy.
5 £ 48 55%	Increased flexibility	<ul> <li>Allowing all customers the ability, independent of size, to participate in energy trading and balancing</li> </ul>
	Increased productivity	<ul> <li>Increased productivity as a result of developing new modelling tools, implementing new systems, and improved automation</li> </ul>

#### What have we done to date



# Distribution Future Electricity Scenarios Documents

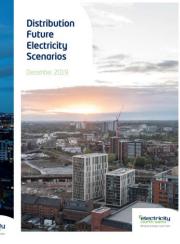
- 2 years of DFES publications
- 2019 FES includes data workbook <a href="https://www.enwl.co.uk/get-connected/network-information/dfes/">https://www.enwl.co.uk/get-connected/network-information/dfes/</a>

#### Requests of Flexible Services

- 14 Requirements published
- 5 Tenders undertaken
- 52MW asked for

https://www.enwl.co.uk/get-connected/network-information/flexible-services/







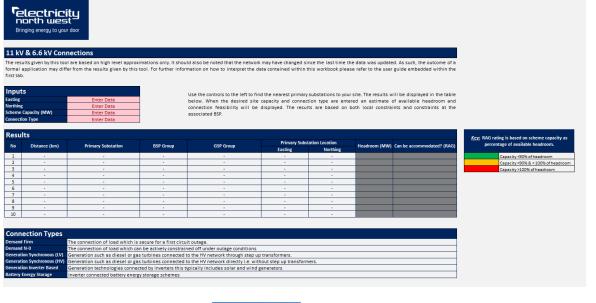
#### What have we done to date



#### **Heat Mapping Tool**

- In 2018 we published the new improved heat mapping tool.
- Tool is updated monthly
- Enables developers to assess the level of capacity that might be available for new connections to our network.

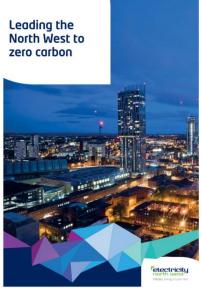
https://www.enwl.co.uk/get-connected/networkinformation/heatmap-tool/



#### Carbon Plan

- Publication of the carbon plan in 2019
- Maps out how we intend to reduce emissions 10% year on year.

https://www.enwl.co.uk/zero-carbon/leading-the-north-west-to-zero-carbon/



#### What have we done to date



#### **Open Networks Project**

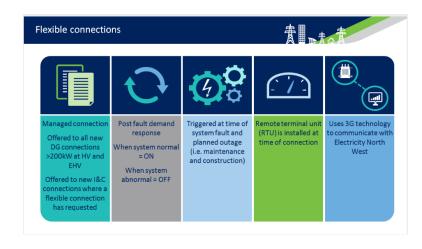
- Worked collaboratively with the other industry members to develop shared processes, identify best practices, and enhance whole system development.
- Consultations on: impact assessment, connection queues, interactivity, and flexible services.

http://www.energynetworks.org/electricity/futures/open-networks-project/

#### Flexible Connections

We offer constrained or flexible connection offers as standard, which
means you could benefit from avoiding reinforcement costs and
associated timescales for traditional network reinforcement.
<a href="https://www.enwl.co.uk/get-connected/apply-for-a-new-connection/managed-connections/">https://www.enwl.co.uk/get-connected/apply-for-a-new-connection/managed-connections/</a>





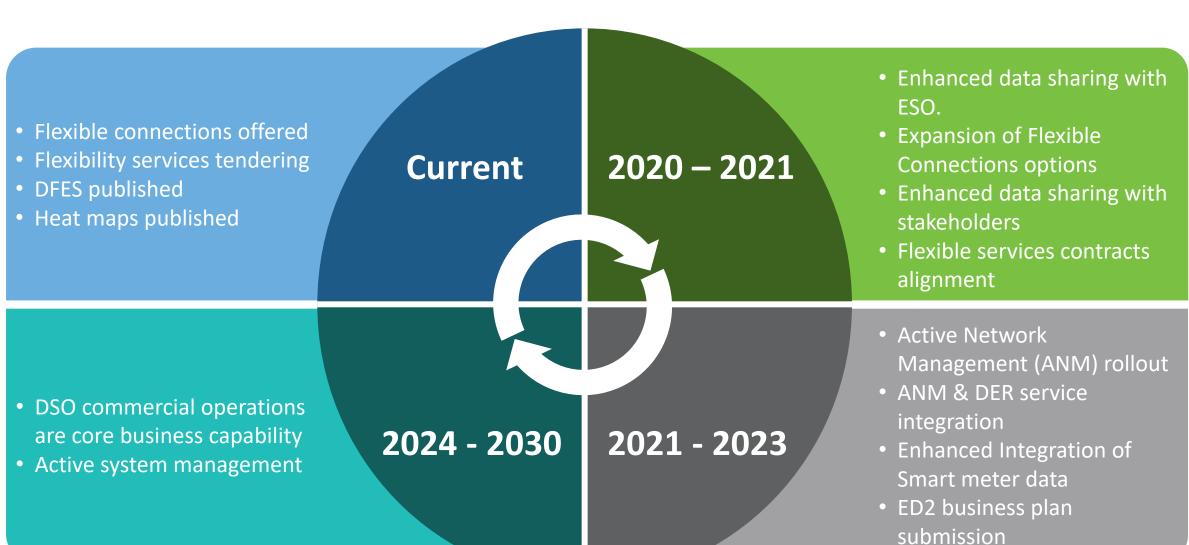
## Key points for 2020



- Publication of System Wide Resource Register
- Changes to the interactivity process
- Changes to the queue management process
- Alignment of flexible services contracts with other DNOs
- Publication of Digitisation strategy

#### DSO transition









# Flexible Services

Keith Evans

Stay connected...





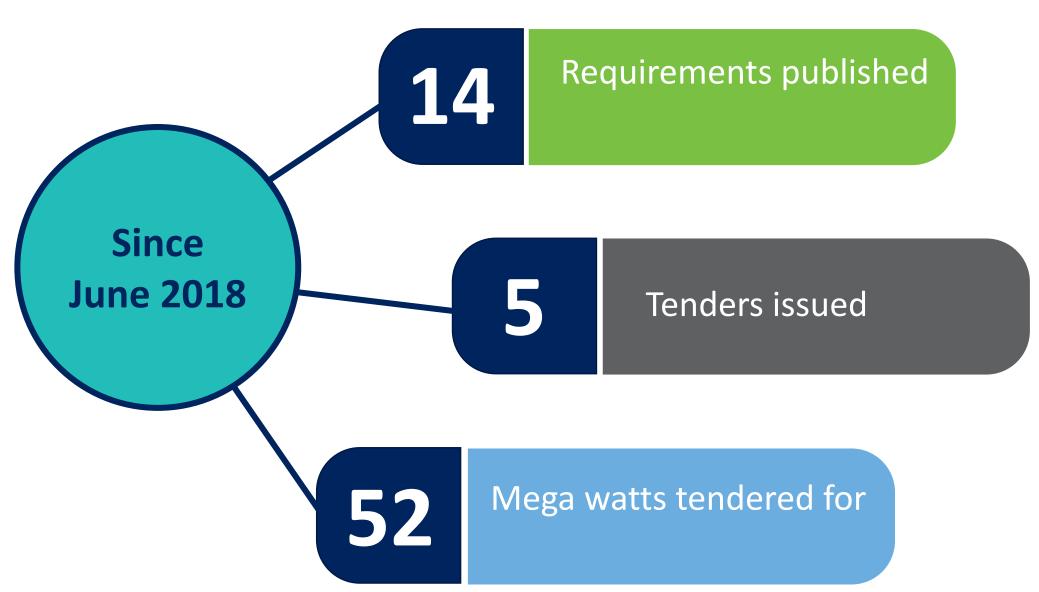






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### You said

We did

The minimum size for participation is too high



We reduced the minimum size for directly connected customers to 50kW and aggregated resources to 100kW

The requirement for minute by minute metering is a deterrent



We changed the metering requirement to half-hourly metering

More transparency is needed with documentation



We created the addition information section on our website which includes the template contract and T&Cs

More notice is needed of future requirements



We now sign post our future requirements on our flexibility map on our website

The requirements and associated processes aren't clear



We have extended the clarification window at the beginning of each RfP going forward and have introduced bi-annual workshops

## **Current requirements**



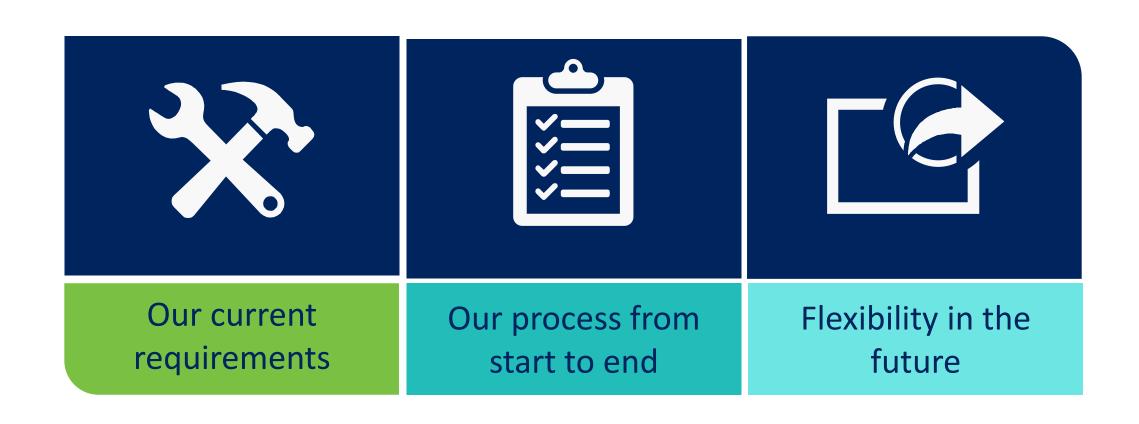


New requirements will be published in Spring

Deadline for submissions was on 13<sup>th</sup>
December

Results of this will be published in March







# Barriers to Participation

- Geographic
- Price visibility
- Contract length
- Notice period

# Additional Information

- HH load profiles
- Technical specification
- Visibility on platforms



12

March

The event will be held at 'Leaf' in Manchester city centre

09:30 - 12:30

You can register for this event through our events page

Please sign up to our <u>distribution list</u> to be notified of the details of this workshop and any future events

## Open Networks Project



Feedback from stakeholders from the recent consultation has highlighted the need to make it easier to participate in multiple markets and across distribution network boundaries.

Open Networks are now prioritising consistency between DNO's to facilitate stakeholders and remove barriers to participation.





# Flexible Connections Update Keith Evans

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### Flexible Connections Update



ENWL already offer a range of flexible connections options as BaU:

# **Export limiting devices**

Flexible Connection Solution where automated equipment at the User's site/substation ensures that the User's Agreed Export Capacity is not exceeded.

Available to all generation customers where export capacity is deemed to be an issue or where the site does not wish to export/limited export requirements. Sites should adhere to EREC G100 standards.

# Remote Constraint Connection

Flexible Connection Solution where capacity is temporarily reduced (which may be zero) for system abnormal network conditions. These may be distant from the customer's site and are monitored in real-time.

Currently ENWL offers remote constrained connections to all generation sites ≥200kVA in the form of rapid and controlled shutdown procedures.

# **Intertripped connections**

Flexible Connection Solution which will disconnect some/all of the site for a prescribed system abnormal network condition, such as another circuit breaker opening.

Applied within ENWL where a network critical disconnection is required following an abnormal running condition within protection timescales (<1s).

It is not always possible to technically or financially facilitate a flexible connection to all sites. Your designer will be able to advise on a site by site basis.



### We are developing:

**Timed Capacity Connections -** a Flexible Connection Solution where the User manages their import/export level within a prescribed operating schedule agreed within their Connection Agreement.

**Active Network Management** - a Flexible Connection Solution where distributed control systems continually monitor network parameters and allocate capacity to customers in order that performance remains within limits.

**Import Limited Connections -**a Flexible Connection Solution where automated equipment at the User's site/substation ensures that the User's Agreed Import Capacity is not exceeded.

Where possible, ENWL has taken the opportunity to trial these technologies. Although these are not currently business as usual, we are happy to discuss the potential for these solutions on a trial basis.

# Coffee









Shaping our 2020-21 ICE Workplan

Hannah Sharratt

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## Your Priorities?



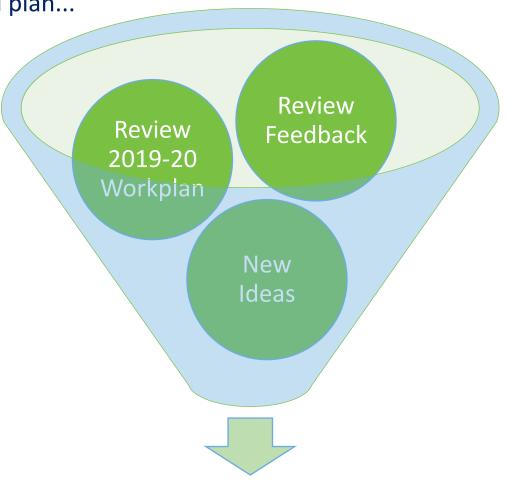
- For each of the following topics, please indicate the level of importance to you
  - 1 = low importance, 5 = extremely important

Competition in Connections	Training & Guidance	Clarity of Customer Responsibilities			
Process	Time To Quote	Communications			
Land Rights & Consents	Time To Connect	Ease of application			
Cost	Pre-application support	Payment Options			
Design Approvals	Access to Information	A&D Fees			
Flexible Connection Options	Clarity of our Requirements	Other factors, eg Highways, National Rail, BEIS, Local Authorities			

# Proposed ICP / IDNO Workplan



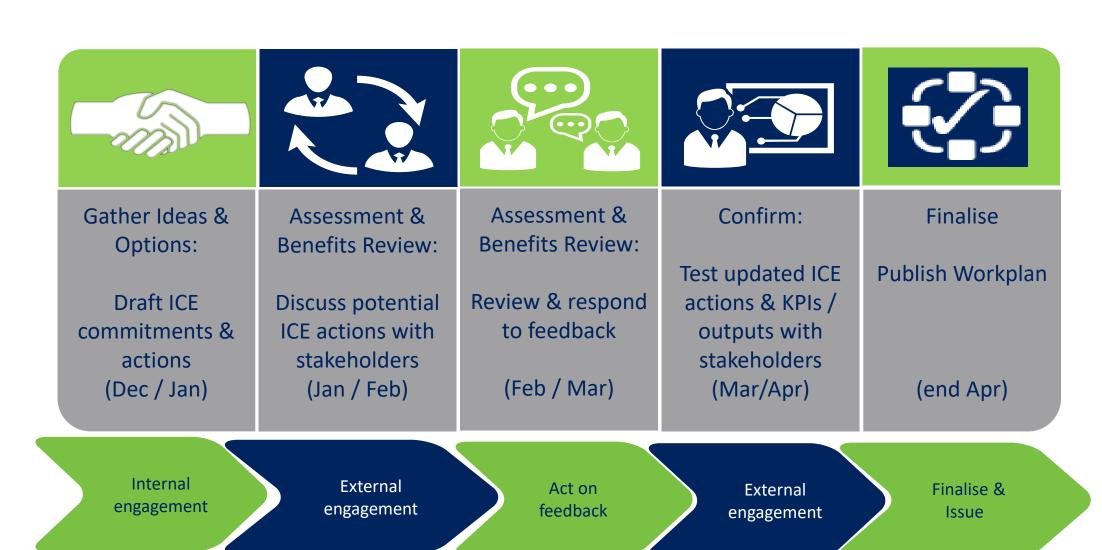
How we create the proposed plan...



Draft 2020-21 ICE Workplan

## 2020-21 ICP / IDNO ICE Workplan Development





### ICE Commitments League – Ranking exercise



- Individual activity: Using the sheets provided, please categorise each proposed ICE commitment.
- **Group activity:** Using the cards provided, please categorise each proposed ICE commitment.

 Please also provide feedback on our proposed actions, and describe how this will benefit you.

am	Played	Won	Drawn	Lost	For	Against	GD	Points	Form
erpool	21	20	1	0	50	14	36	61	$w \mid w \mid w \mid w \mid w$
nchester City	22	15	2	5	62	25	37	47	w L w w w
cester City	22	14		Into Europ	ırope		45	LLWWL	
elsea	22	12	3	7	39	29	10	39	W L W D W
nchester United	22	9	7	6	36	25	11	34	LWWLW
effield United	22	8	8	6	24	21	3	32	W D L L W
olverhampton Wanderers	22	7	10	5	31	28	3	31	W W L L D
ttenham Hotspur	22	8	6	8	36	31	5	30	LWDLL
ystal Palace	22	7	8	7	20	24	-4	29	LWDDD
senal	22	6	10	6	29	31 <b>Talal</b> a	-2	28	D D L W D
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uthampton	22	8	4	10	27	39	-12	28	w w D w w
wcastle United	22	7	5	10	21	34	-13	26	WLLLD
ghton & Hove Albion	22	6	6	10	25	30	-5	24	LLWDL
rnley	22	7	3	12	24	37	-13	24	WLLLL
st Ham United	21	6	4	11	25	33	-8	22	W L L W L
tford	22	5	7	10	20	34	-14	22	w d w w
ton Villa	22	6	3	13	28	43	-15	21	LWLWL
C Bournemouth	22	5	-	Rele	egati	ion Zo	ne	20	LDLLL
rwich City	22	3	5	14	22	45	-23	14	LLDDL
	erpool nchester City ester City elsea nchester United effield United lverhampton Wanderers tenham Hotspur stal Palace enal erton othampton wcastle United ghton & Hove Albion nley st Ham United tford on Villa E Bournemouth	erpool 21 Inchester City 22 Itester City 22 Inchester United 22 Itenham Hotspur 22 Itenham Hotspur 22 Itenham Hotspur 22 Inchester United 22 Inchester City 22 Inchester	21   20   20   21   20   22   15   22   15   22   14   22   14   22   14   22   14   22   15   25   25   25   25   25   25	21   20   1   1   20   1   20   1   20   1   20   20	21   20   1   0   0   1   0   0   1   0   0	21   20   1   0   50   50   10   10   10   10	21   20	21   20	Perpool



# Thank you

# **Question & Answer Session**







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Wrap up and Close

Mark Williamson

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#### Wrap Up & Close



• Please give us your honest feedback on the forms provided





• Don't forget to get in touch with us at <a href="ICE@enwl.co.uk">ICE@enwl.co.uk</a>

Thank you for your attendance and have a safe journey home.



