I-SEM Capacity Remuneration Mechanism Work Stream

Project Update





Project Update

> Introductions

Overview of recent activities

Project overview

Overview of today's workshop

Recent Activities

- Consultation 1 closed on 17th August
 - 35 responses were received
 - Developing emerging thinking
- Expert Advisory Group (EAG) 11th September
- Further discussions with DECC, NG and Ofgem
- Developing Consultation 2
- Procured support for Auction Rules development

Project Overview

3 stage policy consultation and decision process

Consultation1	 Capacity requirement Eligibility Product Design Supplier arrangements Institutional arrangements 	Decision	- Oct SEMC
Consultation 2	 Product design detail Transitional arrangements Secondary trading Cross border arrangements 	Publish Decision	- Nov 15 - Feb SEMC
Consultation on Auction Rules	 Auction Frequency Auction Format Market Power Mitigation Measures 	Publish Decision	- Feb 16 - Jun SEMC

- First CRM auction date now scheduled for June 2017
- Consideration being given to DS3 interaction

Workshop Overview

- Present 'emerging thinking' on issues raised
- Opportunity for discussion and feedback

Agenda:	10:30-10:45	Welcome and Introduction
	10:45-11:30	Capacity Requirement and De rating
	11:30-13:00	Product (i) Scarcity (ii) Market Reference Price
	Lunch	
	13:45-14:15	Product (iii) Strike Price (iv) Other
	14:15-14:30	Eligibility
	14:30-15:15	Supplier and Institutional Arrangements
	Close	

- All non confidential responses to be published alongside the slides from today
- Notes from today's session will be taken