

Summary of Meeting and Actions

Meeting Name	GSR007 Working Group
Meeting No.	2
Date of Meeting	Thursday, 3 rd July 2008
Time	10:00am – 2:00pm
Venue	Conference Room 6, National Grid House, Warwick

This note outlines the key action points from the second meeting of the GSR007 Working Group.

1) Review of Actions

The Working Group agreed that the following action would be carried forward to the next meeting:

- Investigate whether there were any viable projects (currently on-going or being considered) which would result in the development of Generating Units in excess of 2000MW etc.

Action: JS

The Working Group noted that initial discussions between the Transmission Owners had identified the scope of technical analysis required. A number of studies would be commissioned such that the technical implications of larger generating units on the GB Transmission System could be assessed.

Action: National Grid (ML), SHETL (RL) and SPT (CB)

It was noted that the technical analysis was a critical part in the assessment of the review request.

2) Governance, Work Plan and Terms of Reference

The Working Group agreed that it was important to obtain clarification as to who would be taking the lead in the consultation process i.e. Working Group or Review Group.

The Working Group noted that the matter would be discussed at the forthcoming GB SQSS Review Group meeting. The Working Group would be informed of the outcome.

Action: Chairperson (ML)

The Working Group noted that the GB SQSS Review Group had circulated a letter to the industry outlining the scope of the fundamental review. It was noted that GSR007 had not been explicitly mentioned, as one of the Working Groups which would be outside the scope of the review.

The Working Group noted that it was the intention of the GB SQSS Review Group that GSR007 would continue as is i.e. not included within the fundamental review. However should the fundamental review and GSR007 timelines align, both sets of recommendations would be included in a single report submitted to the Authority.

Members agreed that it would be useful if the fundamental review letter made reference to the specific arrangements for GSR007.

The Working Group discussed and provided comments on the work plan. Members agreed that it was important that the work plan included reference to the following areas:

- Terms of Reference
- Security of Supply issues
- Transitional Issues

The Working Group noted that the transitional issues would require detailed consideration and analysis by members such that the implementation date selected was the most

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appropriate. It was noted that a planning affected date and an operational affected date may be required.

The work plan would be updated to reflected Working Group members comments.

Action: LM

The Working Group agreed that the Terms of Reference would be updated to reflect the key timeline milestones i.e. Working Group Report (Draft and Final), Consultation Report, Report to the Authority.

Action: LM

The Terms of Reference would be presented for approval to July 2008 meeting of the GB SQSS Review Group.

Action: Chairperson (ML)

3) Working Group Discussions

The Working Group discussed the first draft of the economic and environmental costs and benefits paper. The finalised paper would form the basis of the cost benefit analysis which would be incorporated within all associated documentation e.g. Working Group report, Consultation report etc.

The Working Group noted that the breakeven figure for the cost benefit analysis was 2 new nuclear units. The Working Group noted that the figure utilised within the initial analysis was 4. This figure would be amended to 6, which was reflective of the projected number of applicable generating units currently specified in the Seven Year Statement.

The paper would be updated to incorporate comments received from Working Group members.

Action: PP

The Working Group discussed the potential discrimination aspects of the review. It was agreed that additional research would be undertaken regarding the due and undue discrimination issues.

Action: SE

It was noted that any analysis completed for the Working Group would be assessed against/must reflect the GB SQSS principles. It was the GB SQSS principles that any decision for any formal request of the GB SQSS would be assessed against.

It was agreed that the Working Group report would be developed in line with members' discussions. A draft Working Group report incorporating the background to the request and the analysis completed to update would be completed.

Action: Working Group Members (Lead – PP)

4) Next Meeting

The next meeting of the Working Group is scheduled for 8th August 2008 at National Grid House, Warwick, commencing at 10am.

The Working Group noted that the meeting scheduled for 17th July 2008 would be cancelled.

Future Meetings

- Friday, 12th September 2008

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Appendix 1 – Working Group Attendance

Members Present:

Mike Lee	ML	Working Group Chairperson
Lilian Macleod	LM	Working Group Secretary
Paul Plumptre	PP	National Grid
Ben Marshall	BM	National Grid
Sam Matthews	SM	National Grid
Cornel Brozio	CB	Scottish Power Transmission
Bridget Morgan	BM	Ofgem
John Morris	JM	British Energy
Sebastian Eyre	SE	EDF Energy
James Suckley	JS	EDF Energy

Apologies:

Richard Lowe	RL	Scottish Hydro Electric Transmission
Claire Maxim	CM	E.ON