



DS3 Industry Forum

15 November 2018



Agenda - Morning

| Topic | Time | Speaker |
|-------------------------------------|-------|----------------------------------|
| Introduction and Welcome | 10:00 | Jonathan O'Sullivan – 10 minutes |
| DS3 Programme Update | 10:10 | Ian Connaughton – 10 minutes |
| DS3 Replan | 10:20 | Karen O 'Doherty – 20 minutes |
| DS3 Procurement Outcomes | 10:40 | Niamh Delaney – 20 minutes |
| Volume Capped Contract Consultation | 11:00 | Eoin Clifford – 45 minutes |
| Questions | 11:45 | All |
| Close | 12:00 | Ian Connaughton –15 minutes |

Lunch & Networking (12.15 – 13.00)



Agenda - Afternoon

| Topic | Time | Speaker |
|--|-------|--|
| Introduction and Welcome | 13:00 | Ian Connaughton 10 min |
| Setting the Scene – A Vision for DSM | 13:10 | Jonathan O’Sullivan – 10 min |
| Performance Monitoring Update <ul style="list-style-type: none">• TSO• Group Discussion | 13:20 | Mark Gormley – 20 min All – 10 Min |
| DSM - Industry Discussion <ul style="list-style-type: none">• Industry Presentation• Group Discussion | 13:50 | Paddy Finn (Electricity Exchange) – 25 min All – 35 minutes |
| Close – Next Steps | | |

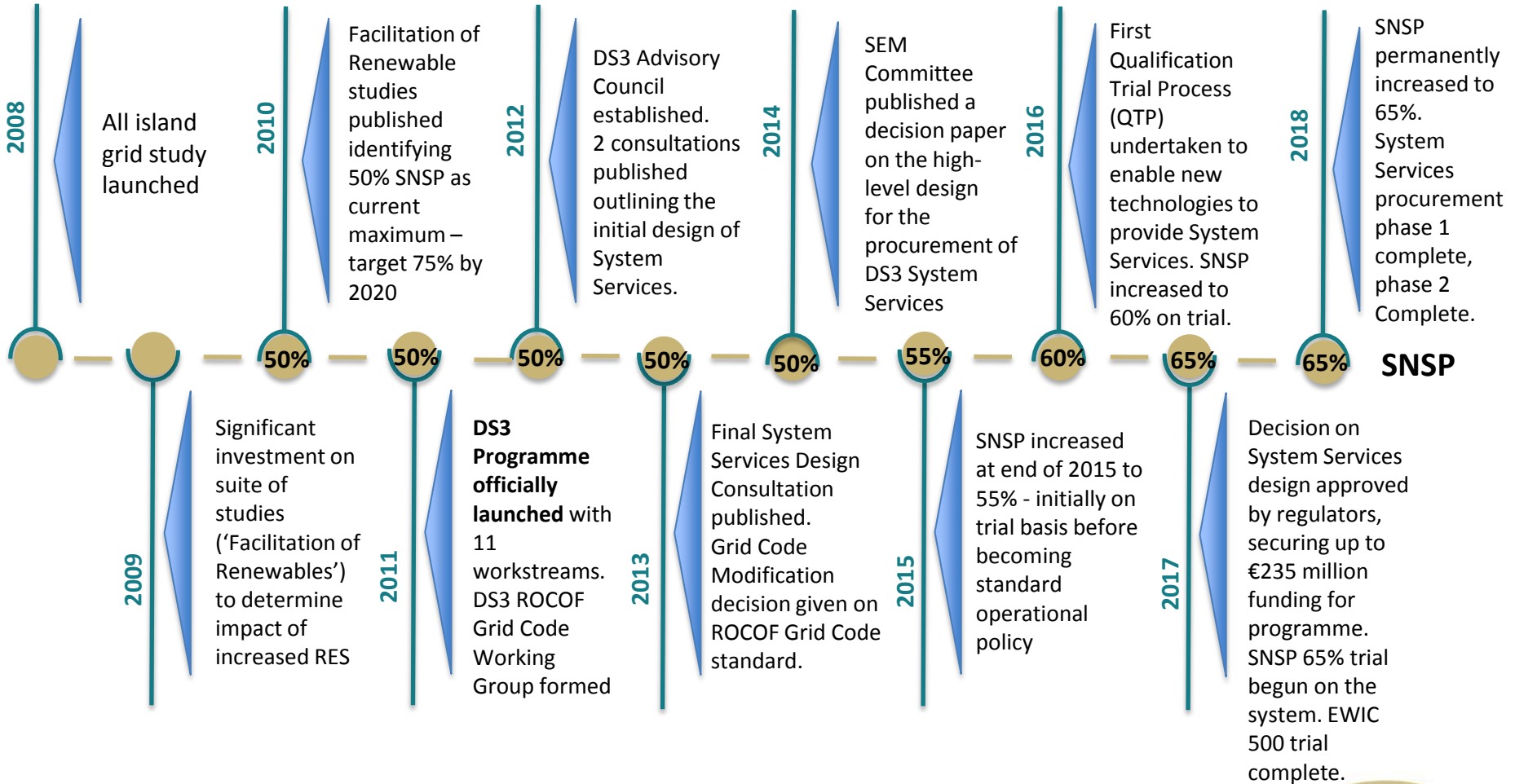


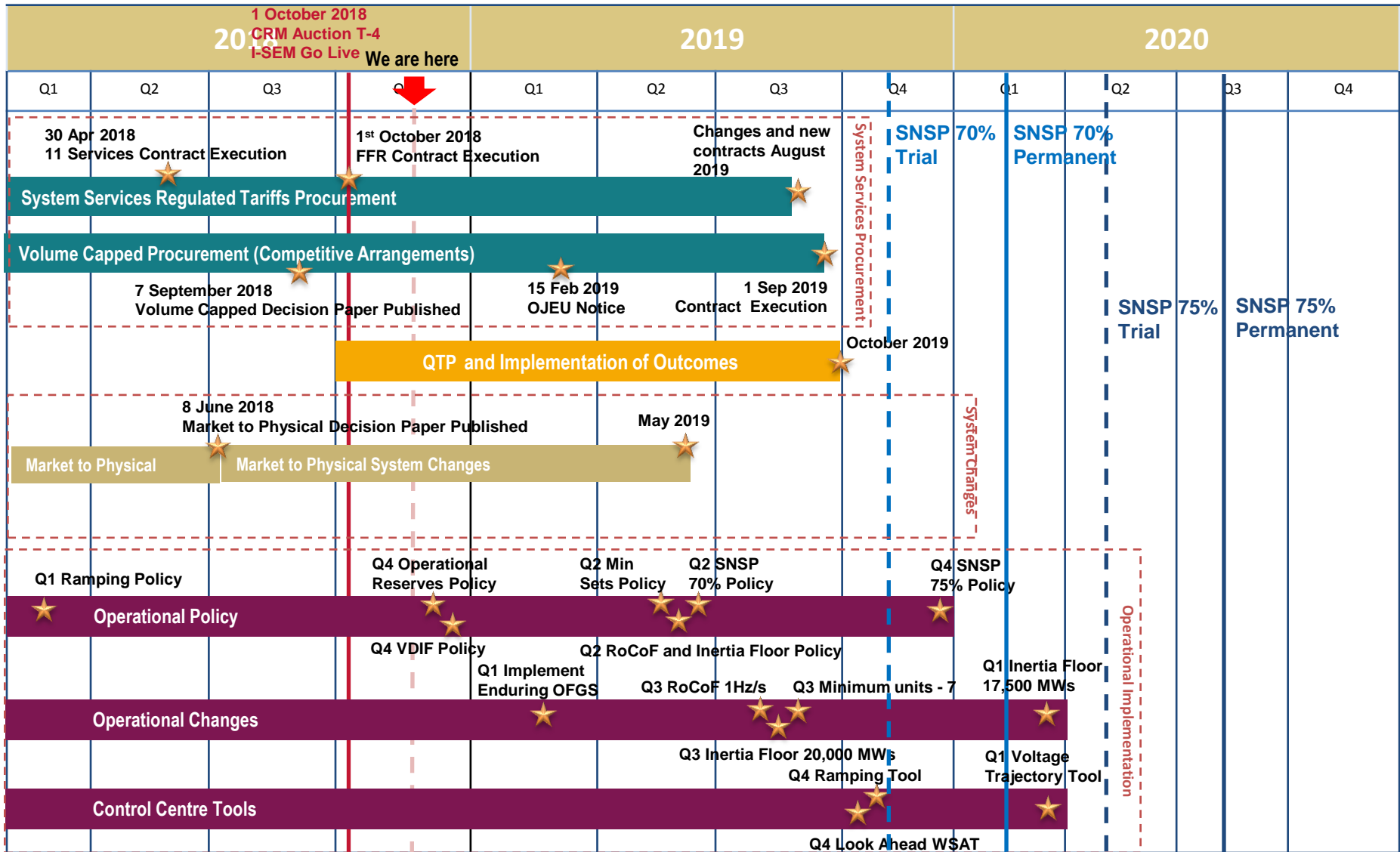
DS3 Programme Status Update – November 2018

Ian Connaughton



DS3 Programme





RoCoF Status – November 2018

TOTAL (approx. 11,631 MW)

7,739 MW (67%) complete ▲

Conventional Generation (8,550MW total)

5,274 MW (62%) complete ▲

- Progress ongoing in Ireland and Northern Ireland
- 18 out of 24 high and mid-priority units compliant

IRE: 4,524/6,723 MW
complete (68%)
NI: 750/1,827MW
complete (41%)

Wind (2,223 MW total)

2,175 MW (99%) complete ▲

IRE: 1,266/1,266 MW
complete (100%)
NI: 942/957 MW
complete (98%)

- Roll-out complete in Ireland and very near completion in Northern Ireland

Small-scale/embedded (approx. 710 MW total)

287 MW (40%) complete ▲

- Roll-out in Ireland progressing on target
- Roll-out in NI targeting Sept 2019 completion – letters now sent to relevant units with 12% changed

IRE: 241/330 MW
complete (73%)
NI: 46 MW/380MW
approx. (12%)

**RoCoF
1Hz/s**

Qualification Trial Process

Daniel Dixon



QtP 2018/19 Categories

- **Provenability Trials** – Any technology class not currently “Proven” as per a public list published on the website
- **Distribution Impacts Trials** – Focused on distribution technologies who have not qualified due to issues on the distribution network such as congestion management, protection issues or violation of operation protocols
- **Standards and Compliance Trials** – Focuses on currently proven technologies whom wish to provide the Service in a way which differs from the current standards set out in contracts. This could possibly be broken down into two sub-categories;
 - Visibility
 - Controllability

Feed into 2018 Trial Format

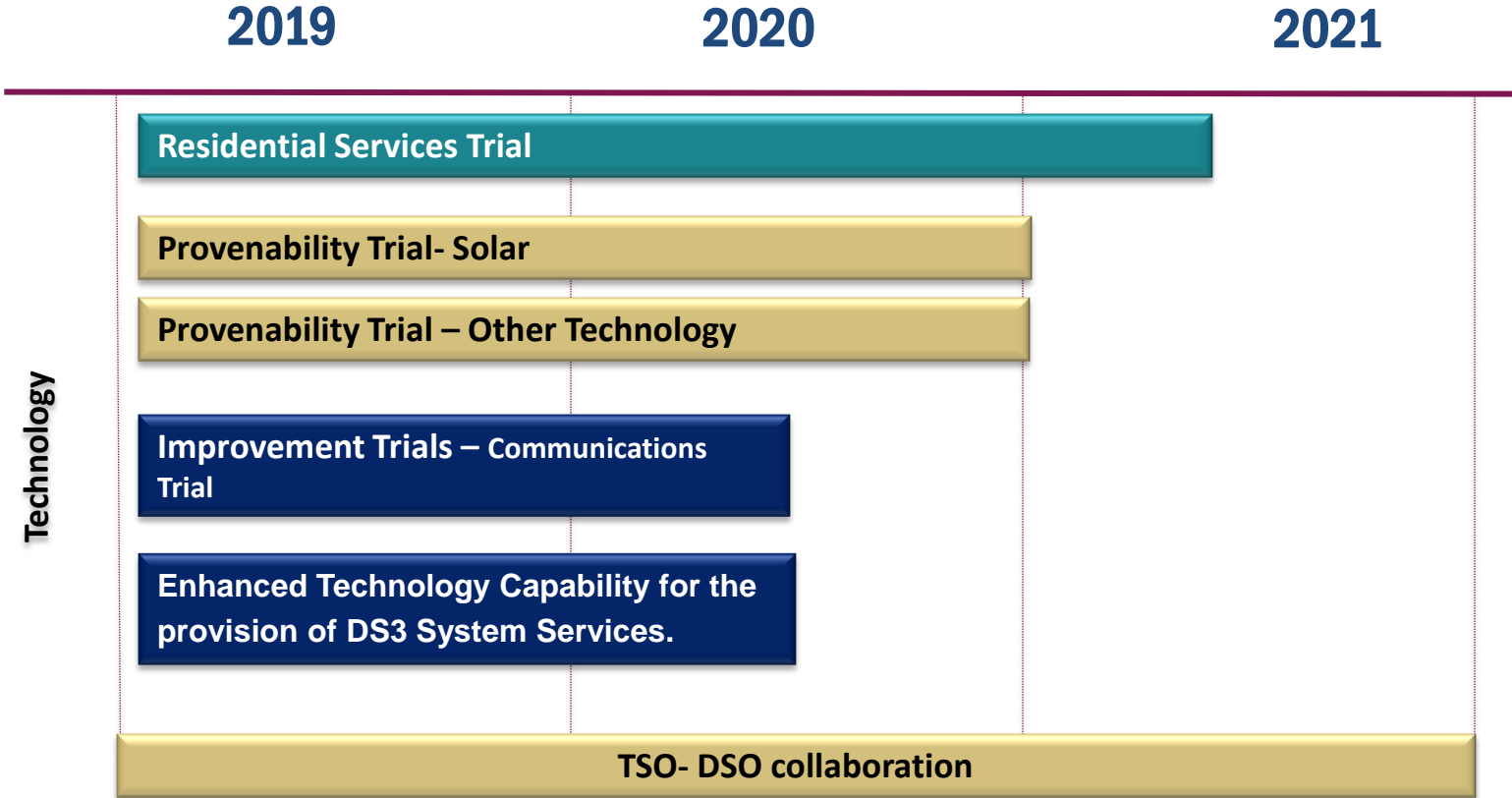
1. The Qualification trials are envisioned to run up to 2020/21 with a focus on Provenability and Operational Complexities
2. Greater coordination and engagement with DSO / DNO would be beneficial (In particular for future trials)
3. Likely that future years will more bespoke / embedded but also may require innovative methods to prove technology at scale.
4. Proposed each trial will have its own time lines end to end
 1. Small up to 6 months
 2. Medium up to 12 months
 3. Large up to 18 months
5. Procurement is aimed to begin in January of 2019

QtP 2018/19 Proposals

Provenability Trial Proposals

| Lot | Category | Overview |
|-----|-----------------------|--|
| 1 | Large 12-18 months | Provenability of Solar technology for the Provision of DS3 System Services. |
| 2 | Large 18 months | Residential trial focused on Services from large scale home appliances. The trial will investigate the capability to provide reserve and ramping services from immersions/storage and EV's |
| 3 | Medium 12 months | Provenability trial of new technology for the provision of DS3 System Services. |
| 4 | Small 6 months | Enhanced Technology Capability for the provision of DS3 System Services. |
| 5 | Small 6 months | Alternative communication protocol acceptable for signals/performance monitoring purposes. Move from analogue to digital. |

QtP trial Timeline for 2019





DS3 Programme Deliverables

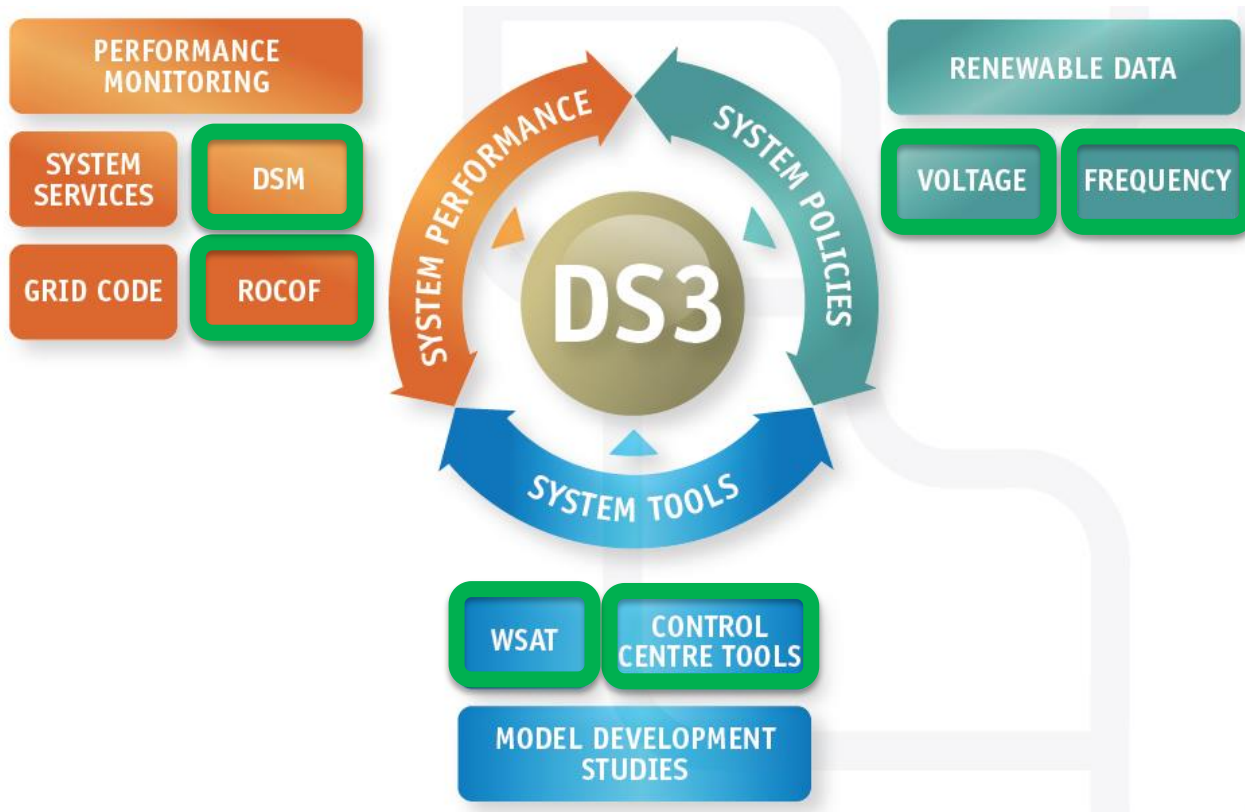
Review of Published 2017 Deliverables

DS3 Programme Goals

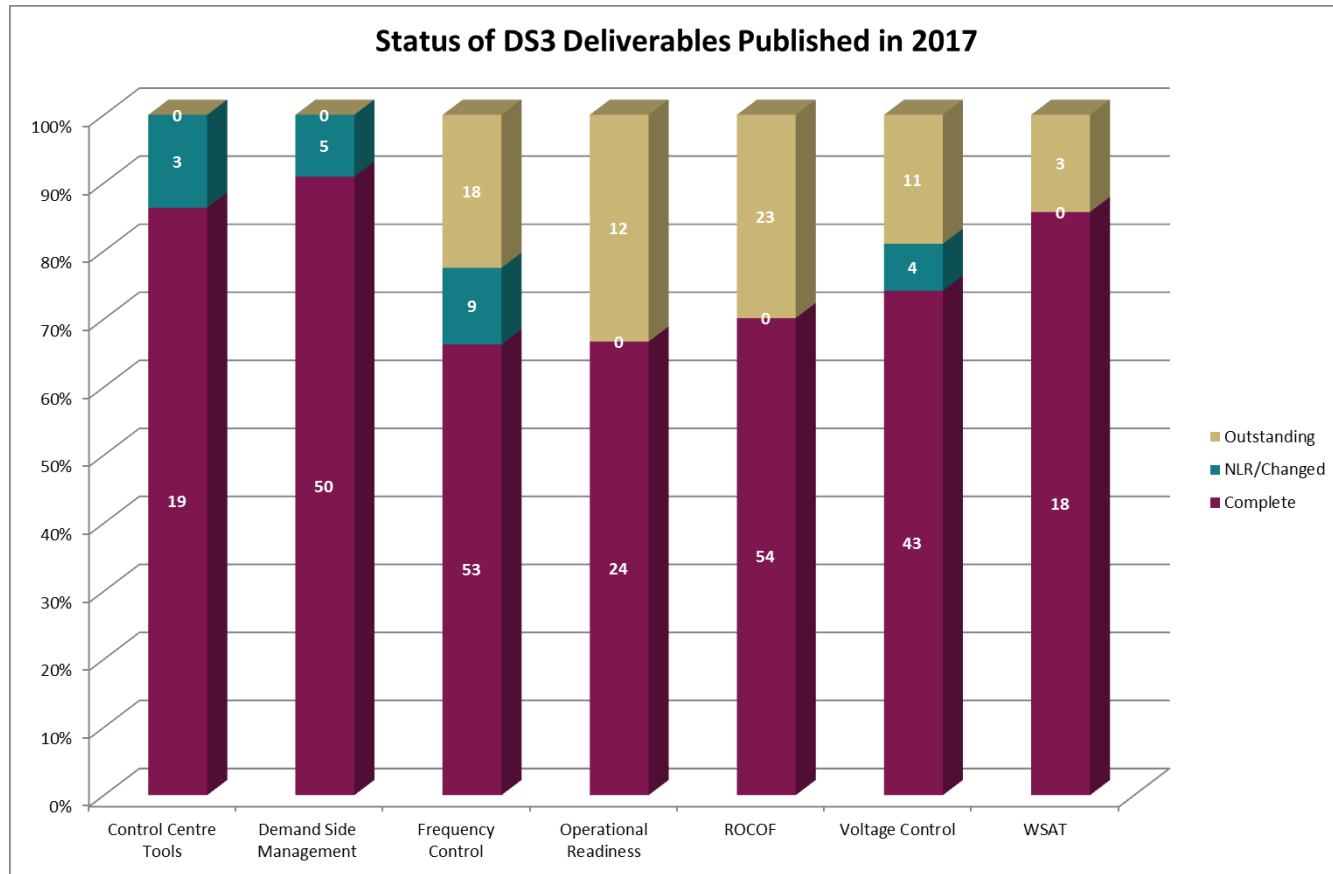
- Meet the challenges of operating the electricity system in a secure manner while achieving the 2020 renewable targets
 - Ability to operate the system at 75% instantaneous penetration of non-synchronous generation (known as SNSP)
 - Keep curtailment at a level that is acceptable to industry to facilitate growth

DS3 Programme Structure

Published 2017 Workstream Plans



Review of 2017 Published Deliverables

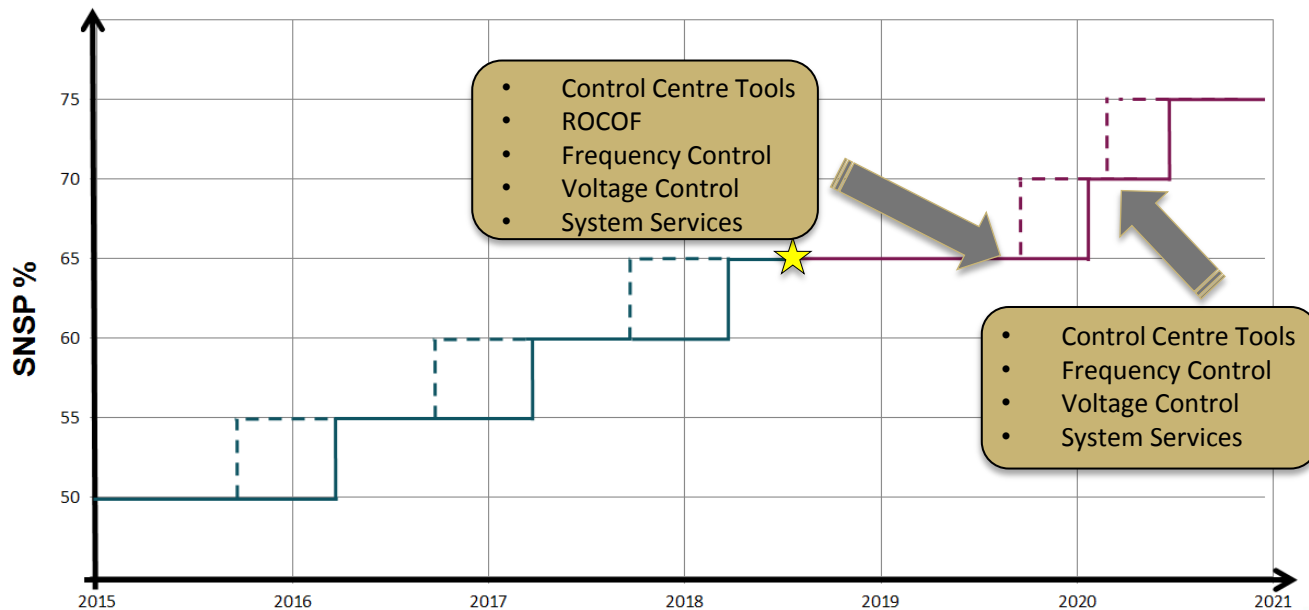


Review of 2017 Published Deliverables

- Realign deliverables to DS3 Goal
- Can be misleading – wording of deliverable means it is achieved, however work is ongoing and critical to DS3 Programme success i.e. Control Centre Tools
- Large number of outstanding actions to be completed may be outside the TSOs control i.e. ROCOF
- Deliverables cross several workstreams and are being double counted i.e. ROCOF and Nodal Controller

Restructure

- Remove workstream structure
- Link deliverables to programme milestones
- Clarity around responsibility for deliverable



Dashed line represents an SNSP trial

Proposed Restructure

Workstream closeout statements to be issued:

- Performance Monitoring
- DSM
- Grid Code
- Renewable Data
- WSAT
- Model Development Studies

Workstreams to transition into new plan:

- ROCOF
- Voltage
- Frequency
- Control Centre Tools

Work Stream 1 – 65% to 70% SNSP

| <i>Operational Change</i> | <i>Expected Delivery</i> | <i>Status</i> |
|------------------------------|--------------------------|-----------------|
| RoCoF transition to 1Hz/s | Q3 2019 | |
| Inertia Floor – 20,000 MWs | Q3 2019 | |
| <i>Operational Policy</i> | | |
| Ramping Policy | Q1 2018 | Complete |
| SNSP 70% Policy | Q2 2019 | |
| Operational Reserves Policy | Q4 2018 | |
| RoCoF & Inertia Floor Policy | Q2 2019 | |
| <i>Control Centre Tools</i> | | |
| Ramping Tool | Q4 2019 | |
| Look Ahead WSAT | Q4 2019 | |
| <i>System Services</i> | | |
| 11 existing services + FFR | Q3 2018 | Complete |

Work Stream 2 – 70% to 75% SNSP

| <i>Operational Change</i> | <i>Expected Delivery</i> | <i>Status</i> |
|---|--------------------------|---------------|
| Implement OFGS enduring | Q4 2019 | |
| Inertia Floor – 17,500 MWs | Q1 2020 | |
| Minimum Units Online – 7 | Q3 2019 | |
| <i>Operational Policy</i> | | |
| Min Sets Policy (Voltage & Inertia) | Q2 2019 | |
| SNSP 75% Policy | Q4 2019 | |
| VDIF Policy | Q4 2018 | |
| <i>Control Centre Tools</i> | | |
| Voltage Trajectory Tool | Q1 2020 | |
| <i>System Services</i> | | |
| 11 existing services + FFR + DRR + DPFAPR | Q3 2019 | |

Next Steps

- Draft plan and close out statements with RAs for review
- Plan and close out statements to be finalised and published
- Update to be communicated with wider industry

System Services Procurement

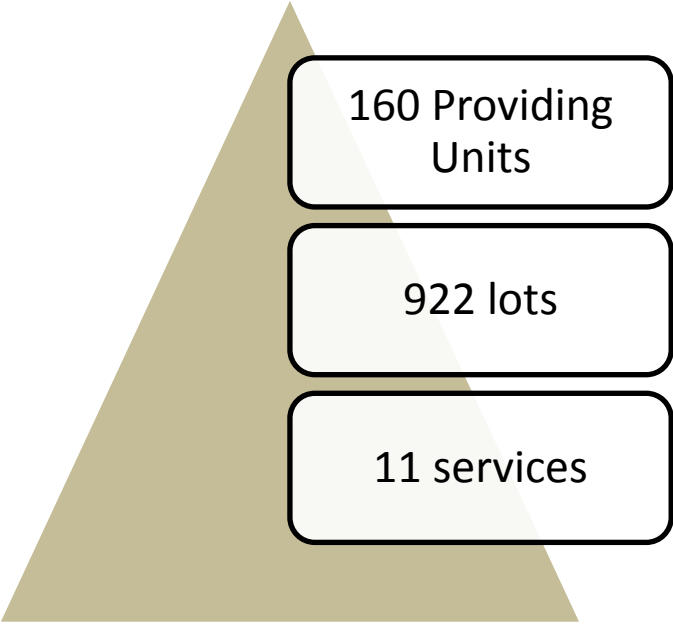
Niamh Delaney



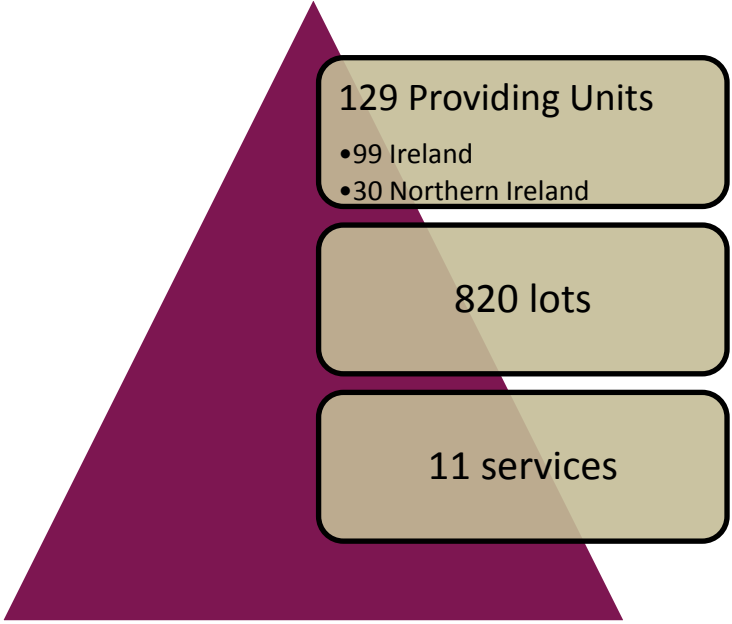
Overview

- Phase 1 Procurement Outcomes
- Procurement Challenges and Future Improvements
- Protocol Consultation
- Qualification System Refresh

Procurement Overview – Phase 1



Tenders Received



Contracts Awarded

102 pre-tender clarifications

137 post-tender clarifications



Procurement Overview

Number of Contracts Awarded in each Service

| Lot | Lot 1IE | Lot 2IE | Lot 3IE | Lot 4IE | Lot 5IE | Lot 6IE | Lot 7IE | Lot 8IE | Lot 9IE | Lot 10IE | Lot 11IE |
|------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|----------|----------|
| Service | POR | SOR | TOR1 | TOR2 | RRD | RRS | SSRP | SIR | RM1 | RM3 | RM8 |
| No. of contracts | 57 | 60 | 64 | 58 | 47 | 48 | 78 | 31 | 63 | 55 | 55 |

Ireland Contracts awarded per Service

| Lot | Lot 1NI | Lot 2NI | Lot 3NI | Lot 4NI | Lot 5NI | Lot 6NI | Lot 7NI | Lot 8NI | Lot 9NI | Lot 10NI | Lot 11NI |
|------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|----------|----------|
| Service | POR | SOR | TOR1 | TOR2 | RRD | RRS | SSRP | SIR | RMI | RM3 | RM8 |
| No. of contracts | 24 | 24 | 20 | 20 | 15 | 15 | 16 | 13 | 21 | 18 | 18 |

Northern Ireland Contracts awarded per Service

Summary of Phase 1 Procurement Outcome

Contracted volumes – Ireland Agreements

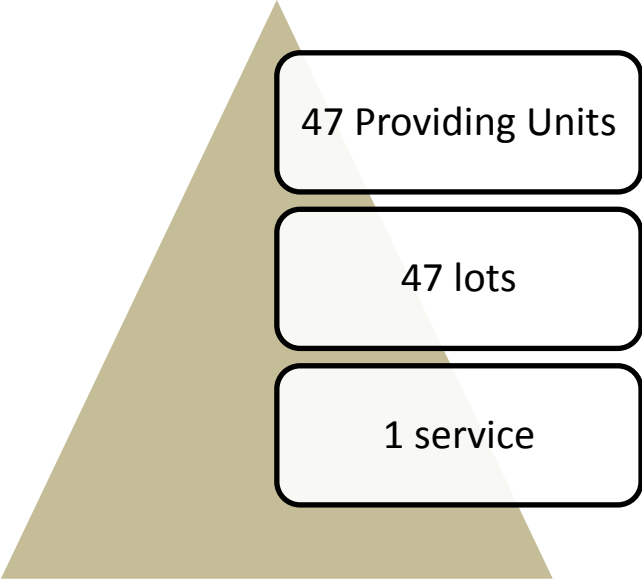
| IRELAND | LOT1(IE) POR | LOT2(IE) SOR | LOT3(IE) TOR1 | LOT4(IE) TOR2 | LOT5(IE) RRD | LOT6(IE) RRS | LOT7(IE) SSRP | LOT8(IE) SIR | LOT9(IE) RM1 | LOT10(IE) RM3 | LOT11(IE) RM8 |
|---------------------------|-----------------|-----------------|------------------|------------------|-----------------|-----------------|------------------|-------------------------|-----------------|------------------|------------------|
| Total contracted volume | 714 MW | 1090 MW | 1315 MW | 1605 MW | 1915 MW | 3391 MW | 6388 MVar | 521806 MWs ² | 5253 MW | 6627 MW | 7206 MW |
| Forecast expenditure (€m) | 10.4 | 10.4 | 9.6 | 8.8 | 6.6 | 2.4 | 16.8 | 10.7 | 2.3 | 2.9 | 3.3 |

Summary of Phase 1 Procurement Outcome

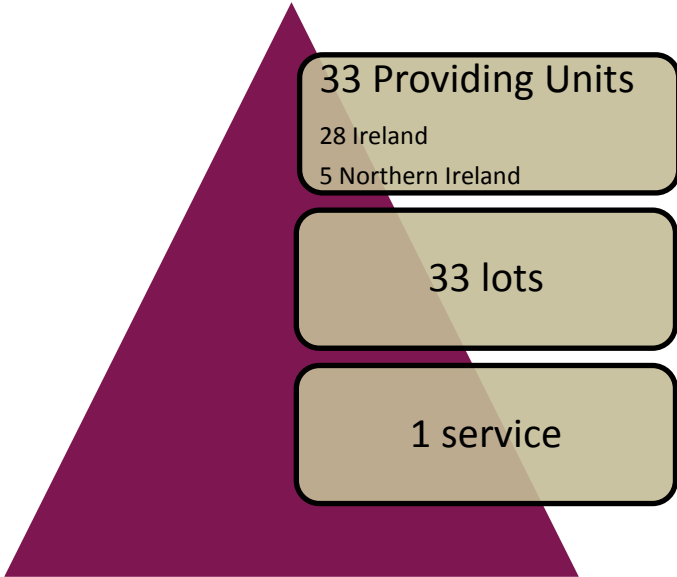
Contracted volumes – Northern Ireland Agreements

| NORTHERN IRELAND | LOT1(NI) POR | LOT2(NI) SOR | LOT3(NI) TOR1 | LOT4(NI) TOR2 | LOT5(NI) RRD | LOT6(NI) RRS | LOT7(NI) SSRP | LOT8(NI) SIR | LOT9(NI) RM1 | LOT10(NI) RM3 | LOT11(NI) RM8 |
|---------------------------|-----------------|-----------------|------------------|------------------|-----------------|-----------------|------------------|-------------------------|-----------------|------------------|------------------|
| Total contracted volume | 448 MW | 492 MW | 496 MW | 735 MW | 714 MW | 1381 MW | 1379 MVar | 113480 MWs ² | 1662 MW | 2047 MW | 2198 MW |
| Forecast expenditure (£m) | 4.9 | 3.2 | 2.5 | 3.4 | 1.8 | 0.5 | 2.1 | 2.0 | 0.8 | 1.2 | 1.0 |

Procurement Overview – Phase 2



Tenders Received



Contracts Awarded

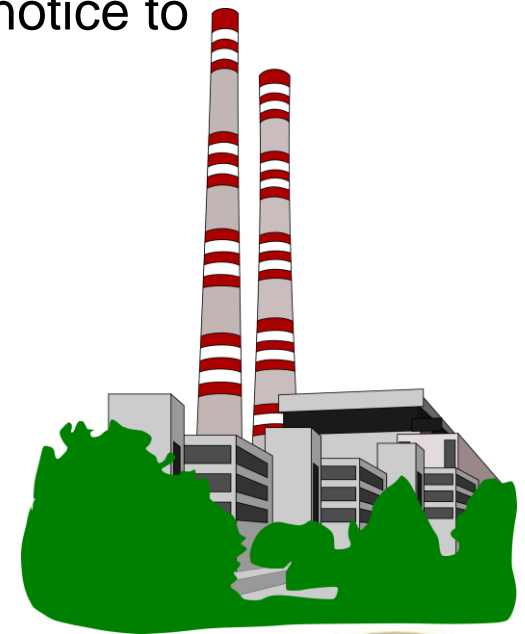
47 pre-tender clarifications

33 post-tender clarifications

Operational Impacts of System Services

Conventional Units

- 11 units changed TOD – improving start up times, notice to synchronisation, load up rates, minimum loads
- 8 units reduced minimum load for SIR, providing net benefit of 330MW to the system
- 12 units now providing FFR (211MW)



Operational Impacts of System Services

Wind Units

- 39 WFPS contracted for System Services:

| POR | SOR | TOR1 | FFR | SSRP |
|------|------|------|------|----------|
| 51MW | 43MW | 33MW | 39MW | 1024MVar |

- 2 WFPS providing POR and one providing FFR using Emulated Inertia (4MW)
- Signal works completed for 7 WFPS within 3 months

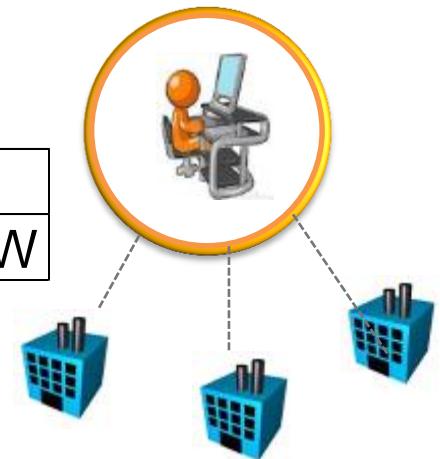


Operational Impacts of System Services

Demand Side Units

- 21 DSUs providing System Services
- 6 New DSUs providing FFR – TOR2
- 17 DSUs providing RRD

| POR | SOR | TOR1 | TOR2 | FFR | RRD |
|------|------|------|------|------|-------|
| 60MW | 58MW | 74MW | 54MW | 60MW | 179MW |



Procurement – Challenges and Future Improvements

Areas for Improvement

- Definition of Services
- Testing and Compliance
- Performance Monitoring
- Technical Questionnaire
- Communication/Timelines

Procurement – Challenges and Future Improvements

Definition of Services

- 11 services generally well understood
 - However clarity sought on **Frequency Event** wording
 - change proposed to Protocol (forthcoming consultation)
- FFR
 - Queries surrounding definitions of:
 - FFR Response Time
 - Hysteresis
 - Static/Dynamic response

Procurement – Challenges and Future Improvements

Testing and Compliance

- Testing Report process was an improvement on Interim Arrangements
 - However some tenderers initially submitted Grid Code reports instead of System Services reports
 - Queries from tenderers regarding testing standards applied and their applicability to different technologies
 - request feedback from tenderers in this regard for further consideration
- Signaling Requirements
 - Generally well understood by tenderers, but some confusion with regard to Wiring Cert reference in Technical Questionnaire

Procurement – Challenges and Future Improvements

Testing and Compliance

- Future testing may be decoupled from the procurement gate and be a pre-requisite for tendering
 - this would remove the concentrated test window/reduce the possibility of delays due to weather conditions etc.
 - could accommodate units such as DSUs where the constituent sites change by having testing slots in advance of but close to procurement gate

Procurement – Challenges and Future Improvements

Performance Monitoring

- Queries received regarding
 - Standards for performance monitoring equipment
 - Obligations of IDSs within a DSU

Procurement – Challenges and Future Improvements

Technical Questionnaire – Areas for Improvement

- SSRP tenders received from Type B and C distribution-connected units
 - TSOs should include in RFP/Technical Questionnaire
- DSU IDS submission
 - Submission to DNO/DSO on behalf of tenderers improved from Interim
 - Submission of IDS information amended in Phase 2
- FFR Response time to be included in Section C

Procurement – Challenges and Future Improvements

Technical Questionnaire – Issues Encountered

- Reserve Characteristics not completed correctly in a number of cases
- Volume requests different to Interim with no indication that a change was being sought and/or no test report or test date submitted
- Section C not completed correctly in a number of cases
- Grid Code test reports submitted with no indication of requested change

Procurement – Challenges and Future Improvements

Communication/Timelines

- Timelines for process (4.5 months) caused issues with regard to getting everything done
 - Procurement timeframe guideline is 6 months for non-complex tenders to allow sufficient time/necessary clarifications on both sides
 - Level of change (contracted volumes) always underestimated
 - Backdating contracts confusing for tenderers/ additional work for TSOs
- Internal TSO processes to be improved
 - e.g. change of EDIL declarations aligning with change in contracted volumes

Protocol Consultation

Changes for Upcoming Consultation

- Clarification of the definition of a Frequency Event
- Clarification of when a Frequency Event is deemed to be a Performance Assessment Event
- FFR Performance Monitoring updated
- Inclusion of fixed contract (Volume Capped) arrangements
- General housekeeping

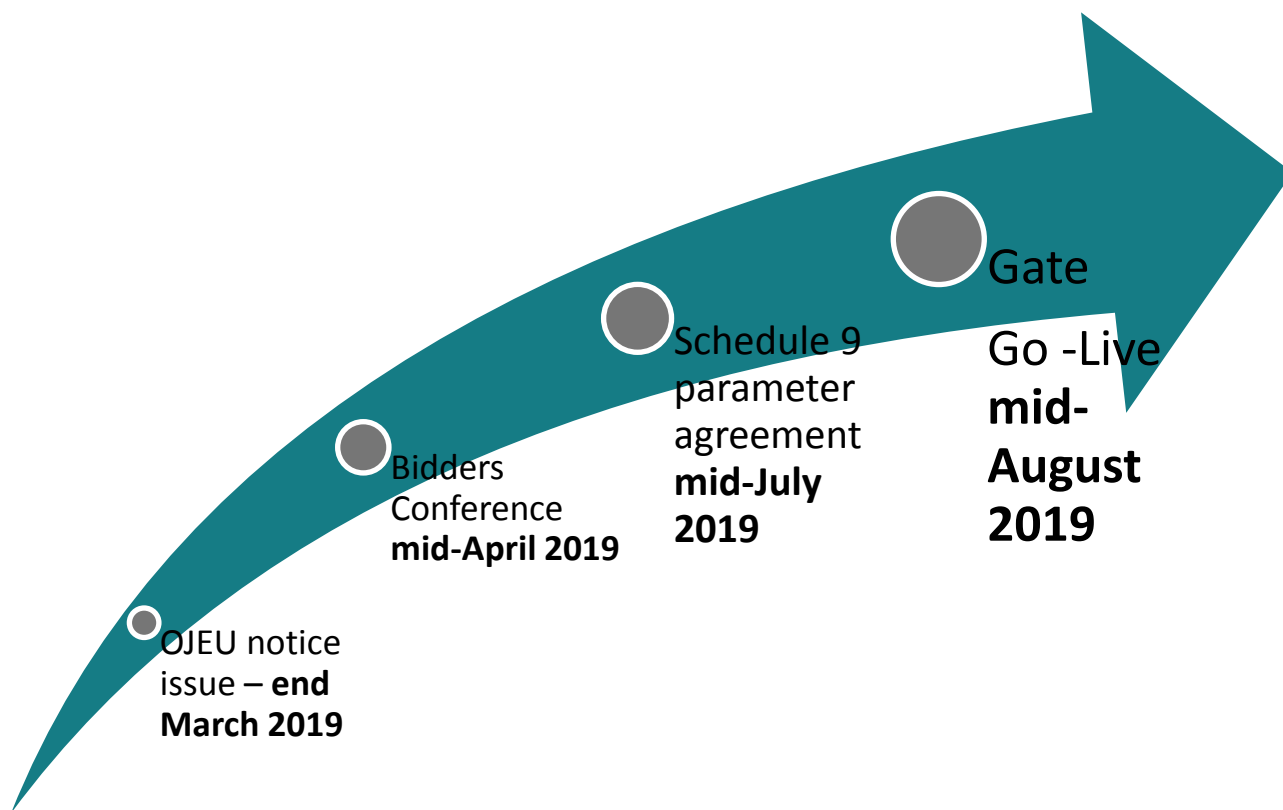
DRR and FPFAPR Services

Future Procurement

- Both services will only be remunerated when operational SNSP >70%
- Do not envisage procuring DRR and FPFAPR at next refresh gate
- Requirements development nearing completion
 - Target to publish in Q1 2019

Qualification System First Refresh Gate

Proposed Timetable





System Services: Fixed Contracts (Volume Capped) consultation

Eoin Clifford

Outline

Review of previous consultation and decision

Current Consultation: Non-contract

- Protocol Document
- Availability Performance
- Recharging
- Connection arrangements
- Temporal Scarcity Scalar
- TOR Dispatch
- Auction Design

Q&A part I

Current Consultation: Contract

- Bonding
- Reserves
- Operational Details
- Other Contract Details
- Indicative Timelines

Q&A part II

Design Consultation

Recommendation Paper and Decision Paper published

- 24 responses to consultation with extensive stakeholder engagement undertaken
- [Decision Paper](#) published 7th September

Product Bundling

- FFR –TOR2 with 90 s of over-frequency requirement @15% of under-frequency capability

Product Characteristics

- Frequency threshold 49.8 Hz with dynamic delivery (50.2 Hz for OFR)

Availability

- 97% availability expectation, incentivised using scalar

Maximum Contract Size

- 50 MW per connection agreement, 91 – 140 MW total

Typo

- 0.15 is the fastest response time for FFR (not 0.1 s)

Contract Consultation

Closes 6th December

Consultation Paper

- Contract Overview
- Protocol Changes (Availability Performance Scalar)
- Connection criteria
- Temporal Scarcity Scalar
- TOR 1 & 2 dispatch
- Tie-Break

Contracts

- Similar to Regulated Tariff arrangements
- Separate for each jurisdiction but identical T&Cs

Consultation on
DS3 System Services Volume
Capped Fixed Contracts

DS3 System Services Implementation Project

October 23rd 2018

Dated _____ 2018

EIRGRID PLC (1)
and
[SERVICE PROVIDER] (2)

DS3 SYSTEM SERVICES FIXED
CONTRACTS AGREEMENT

Protocol Document

Technical document

- Outlines certain technical requirements as well as some scalar details
- Can be changed with consultation

Protocol Consultation

- Full consultation planned before end of year
- Clarifications regarding frequency event, FFR testing
- Changes for Fixed Contracts Arrangements shown in this paper

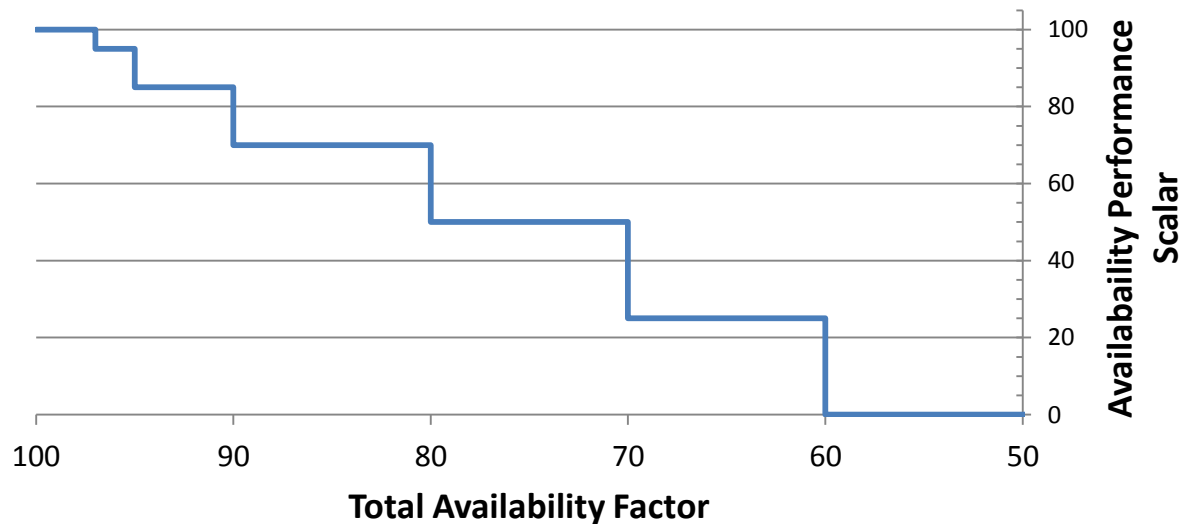
Availability Performance Monitoring

- Calculation details for Total Availability Factor
- Details Monthly Weighting
- (Event Performance Scalar is renamed to avoid ambiguity)

Availability Performance

Availability Performance Scalar

- High availability expected- penalised if below 97%
- Consistent low availability could be considered breach of contract
- 3 consecutive months with an Availability Performance Scalar value of 0 (section 9.2.17)
- Calculated using Total Availability Factor (Schedule 2)



Availability Performance

Total Availability Factor

- Measured across all services (including OFR)
- Defined in Protocol Document

Formula

- Get Available Volume /Contracted Volume for each month
- Apply Weighting Factor
- Sum for previous 12 months
- Assume value of 100% for months prior to go-live

| M – (Months preceding Scalar Assessment Month) | Monthly Weighting |
|--|-------------------|
| 1 | 0.120 |
| 2 | 0.120 |
| 3 | 0.112 |
| 4 | 0.104 |
| 5 | 0.096 |
| 6 | 0.088 |
| 7 | 0.080 |
| 8 | 0.072 |
| 9 | 0.064 |
| 10 | 0.056 |
| 11 | 0.048 |
| 12 | 0.040 |

$$\sum_{M=1}^{12} \left(\frac{(\text{Total Availability Volume})_M}{(\text{Total Contracted Volume})_M} * \text{Monthly Weighting}_M \right) * 100\%$$

Availability Performance: Example 1

Unit Unavailable for all services for half of January

| M – (Months preceding Scalar Assessment Month) | Monthly Weighting | February Settlement | | June Settlement | | November Settlement | |
|--|-------------------|---------------------------------|--------------------------------------|---------------------------------|--------------------------------------|---------------------------------|--------------------------------------|
| | | Monthly Availability Factor | Weighted Monthly Availability Factor | Monthly Availability Factor | Weighted Monthly Availability Factor | Monthly Availability Factor | Weighted Monthly Availability Factor |
| 1 | 0.120 | 0.50 | 0.060 | 1.00 | 0.120 | 1.00 | 0.120 |
| 2 | 0.120 | 1.00 | 0.120 | 1.00 | 0.120 | 1.00 | 0.120 |
| 3 | 0.112 | 1.00 | 0.112 | 1.00 | 0.112 | 1.00 | 0.112 |
| 4 | 0.104 | 1.00 | 0.104 | 1.00 | 0.104 | 1.00 | 0.104 |
| 5 | 0.096 | 1.00 | 0.096 | 0.50 | 0.048 | 1.00 | 0.096 |
| 6 | 0.088 | 1.00 | 0.088 | 1.00 | 0.088 | 1.00 | 0.088 |
| 7 | 0.080 | 1.00 | 0.080 | 1.00 | 0.080 | 1.00 | 0.080 |
| 8 | 0.072 | 1.00 | 0.072 | 1.00 | 0.072 | 1.00 | 0.072 |
| 9 | 0.064 | 1.00 | 0.064 | 1.00 | 0.064 | 1.00 | 0.064 |
| 10 | 0.056 | 1.00 | 0.056 | 1.00 | 0.056 | 0.50 | 0.028 |
| 11 | 0.048 | 1.00 | 0.048 | 1.00 | 0.048 | 1.00 | 0.048 |
| 12 | 0.040 | 1.00 | 0.040 | 1.00 | 0.040 | 1.00 | 0.040 |
| | | Total Availability Factor | 0.940 | Total Availability Factor | 0.952 | Total Availability Factor | 0.972 |
| | | Availability Performance Scalar | 0.85 | Availability Performance Scalar | 0.95 | Availability Performance Scalar | 1 |

Availability Performance: Example 2

Unit with 30 MW contract does not provide Over-frequency from Jan-April

- Demonstration purposes only – in reality consistent lack of provision could be considered breach of contract

| Service | Contracted Volume (MW) | Actual Provision (MW) | |
|----------------------------|------------------------|-----------------------|--------------|
| FFR | 30 | 30 | |
| POR | 30 | 30 | |
| SOR | 30 | 30 | |
| TOR1 | 30 | 30 | |
| TOR2 | 30 | 30 | |
| OFR FFR | 4.5 | 0 | |
| OFR POR | 4.5 | 0 | |
| OFR SOR | 4.5 | 0 | |
| Total Volume | 163.5 | 150 | |
| Availability Factor | | | 91.7% |

| Months preceding Scalar Assessment Month | Monthly Weighting | May Settlement | |
|--|-------------------|--|--------------------------------------|
| | | Monthly Availability Factor | Weighted Monthly Availability Factor |
| 1 | 0.120 | 0.917 | 0.110 |
| 2 | 0.120 | 0.917 | 0.110 |
| 3 | 0.112 | 0.917 | 0.103 |
| 4 | 0.104 | 0.917 | 0.095 |
| 5 | 0.096 | 1.000 | 0.096 |
| 6 | 0.088 | 1.000 | 0.088 |
| 7 | 0.080 | 1.000 | 0.080 |
| 8 | 0.072 | 1.000 | 0.072 |
| 9 | 0.064 | 1.000 | 0.064 |
| 10 | 0.056 | 1.000 | 0.056 |
| 11 | 0.048 | 1.000 | 0.048 |
| 12 | 0.040 | 1.000 | 0.040 |
| | | Total Availability Factor | 0.962 |
| | | Availability Performance Scalar | 0.95 |



Availability Performance

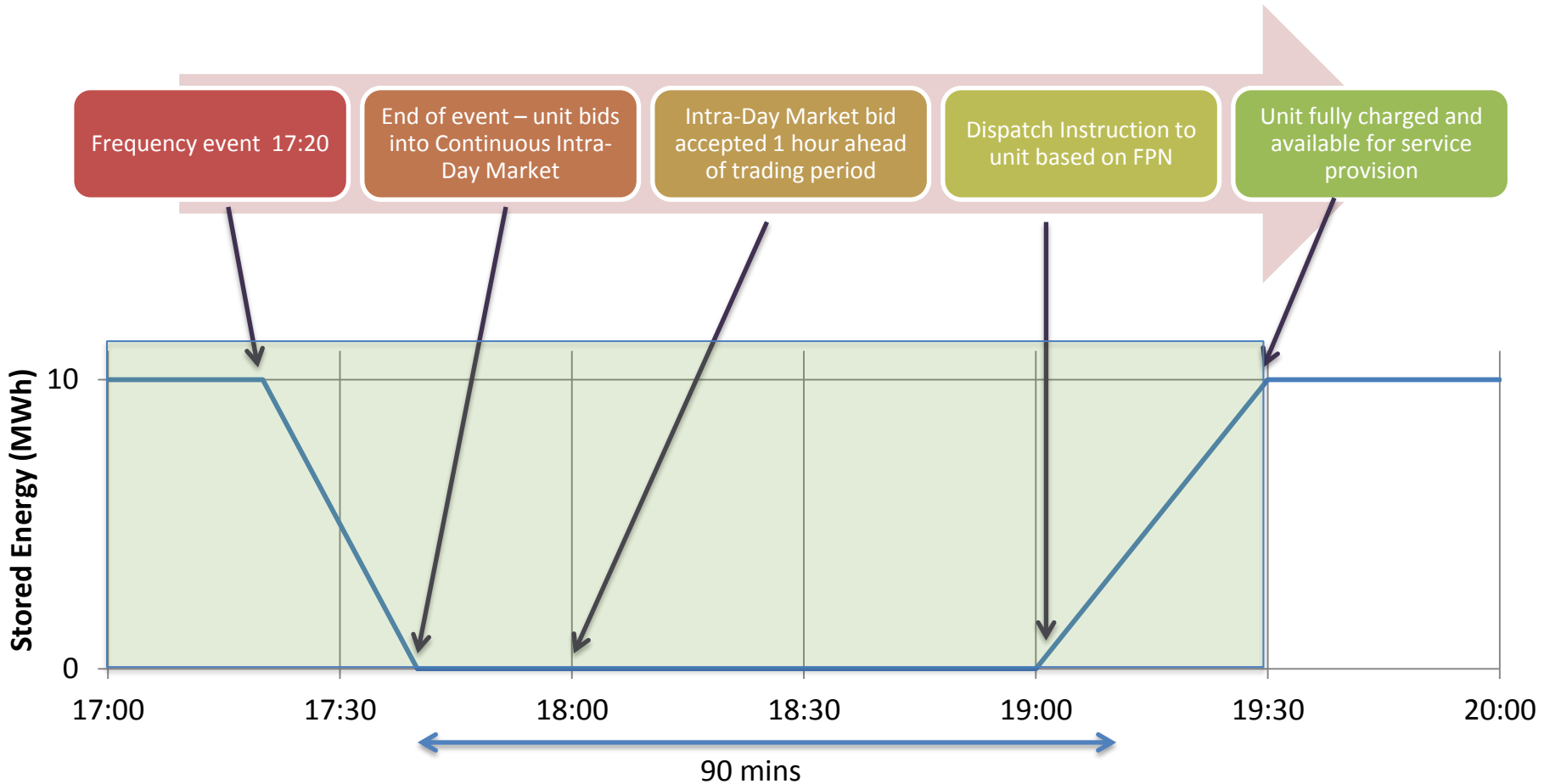
During Event

- Trading period in which unit responds to event is not considered in availability monitoring

Recharging of Storage units

- Unit has period to recharge which is not counted against them
- Duration up until end of trading period 90 minutes after event is not considered
- Should allow recharge through Intra-Day Market
- Won't be penalised if non-energy action in Balancing Market prevents recharge
- Automating this through settlement systems may prove challenging

Recharging Example



Connection arrangements

Electrically Contiguous

- Single Point of Failure
- No two contracted units should be put out of action by the loss of a single piece of equipment

Other Conditions

- One unit per connection agreement
- Service provider must be party to connection offer
- 50 MW max contract size

Regulated Tariff arrangements

- Either/or – unit cannot provide same services in both Capped and Uncapped arrangements
- SEM-17-094

Temporal Scarcity Scalar

Fixed value

- Same value for each trading period for duration of contract
- Two values: one for FFR and one for other services
- Values will be published in advance of tender

SNSP forecasting model

- Use Plexos model to create full hourly dispatch for future tariff year
- Based on 'Average' wind year – year with capacity factor closest to 5 year average
- From this, determine hourly levels of SNSP
- Convert these to hourly TSS values
- Take average (time weighted)

TOR 1 & 2

Dispatch Conditions

- Where frequency is below trigger (≤ 49.8 Hz)
- Where frequency goes below trigger and recovers
- TSO instruction due to system requirements

System Requirements

- Thermal Overloads
- Frequency events outside of trigger
- Voltage issues
- Etc
- Limited to 10 such calls per year
- 90 minute rule for recharge still applies for storage units

Auction Design

Price Based

- Bid will be a discount on bundle price
- Bundle price will be based on existing tariffs
- Details will be published in advance of tendering process

Volume procured

- Between 91 and 140 MW
- First unit to bring volume over 90 MW ends auction
- Bids in whole MW (rounded down)

Tie-break

- Currently considering options
- Over-Frequency response capability?
- Drawing of lots?

Consultation Questions I

Question 7:

- Do you have any comments on the proposed inclusion to the Protocol document?

Question 8:

- What is your view in relation to the proposed maximum contract volume restrictions and conditions regarding connection to the power system?

Question 9:

- What is your view on the proposed mechanism for determining the values of the Temporal Scarcity Scalar to be applied?

Question 10:

- Do you have any comments in relation to the proposed system conditions for TOR1 and TOR2 dispatch?

Question 11:

- Do you have any suggestions in relation to the application of non-price criteria in a tie-break scenario?

Contract: Overview

Duration

- Max 6 years or up until end of Aug 2027

Termination Clauses

- Section 9
- By agreement with 3 months notice
- Non-compliance with I-SEM TSC, Grid Code
- Termination of Grid Connection or Use of System agreements
- Inability or failure to provide Services – Availability Performance Scalar of zero for 3 consecutive months

Contract: Bonding

Bond

- €12,000 per MW (or equivalent in GBP)

Milestones

- Must be met
- Clauses for Force Majeure and TSO cause

Details

- Section 4
- Schedule 4
- Schedule 11

| Performance Milestone: | Completion Condition: |
|-------------------------------------|--|
| Connection Agreement Effective Date | <ul style="list-style-type: none"> - The Company has received and countersigned two (2) copies of the Connection Agreement signed by the Customer; - The Conditions Precedent in Clause 2.1 and 2.2 of the Connection Agreement have been fulfilled. |
| Consents Issue Date | Both the Company and the Customer have obtained the Consents relating to the Connection Works and the Facility |
| Connection works Completion Date | The Company is satisfied that the Connection Works have been completed to the extent necessary to allow all Commissioning Tests to be performed |
| Energisation Date | Active power and reactive power is transferred to and from the Facility through the Customer's Plant and Apparatus |
| Operational Date | The Grid Code and applicable Capacity Tests for every part of the Customer's Equipment have been properly and satisfactorily completed and all monies payable have been paid to the Company |
| Go-Live Date | On Declaration & Provision of Contracted Services |

Contract: Reserves

Schedule 2

- Rules on operational reserves
- Payment formulae
- Event Performance assessment
- Availability Performance assessment

$$\begin{aligned} \text{TOR1 Trading Period Payment} &= \text{TOR1 Available Volume} \times \text{TOR1 Payment Rate} \times \\ &\text{TOR1 Scaling Factor} \times \text{Trading Period Duration} \\ &= \text{TOR1 Available Volume} \times \text{€1.55} \times (1 - \text{discount}) \times \\ &\text{Availability Performance Scalar} \times \text{Event Performance Scalar} \times \text{TSS} \times \text{half-hour} \end{aligned}$$

For a 30 MW unit with a 20% discount bid and perfect performance, and a TSS of 1.5:

$$\begin{aligned} \text{TOR1 Trading Period Payment} &= 30 \times \text{€1.55} \times 0.8 \times 1.5 \times 0.5 \\ &= \text{€27.90} \end{aligned}$$

Contract: Operational Details

Schedule 8

Operational Requirements

- Declaration, Signalling, Monitoring requirements
- Must be market registered
- Flat provision across 5 under-frequency services

Response

- FFR fastest response between 150 ms and 300 ms
- OFR fastest response between 150 ms and 300 ms
- OFR duration up to 90 s
- Dynamic Frequency Tracking
- Frequency triggers: ≤ 49.8 Hz & ≥ 50.2 Hz

Other Contract Details

Schedule 3

- Billing & Payment
- Monthly Basis (Charging period = 1 calendar month)

Schedule 5

- Dispute Resolution

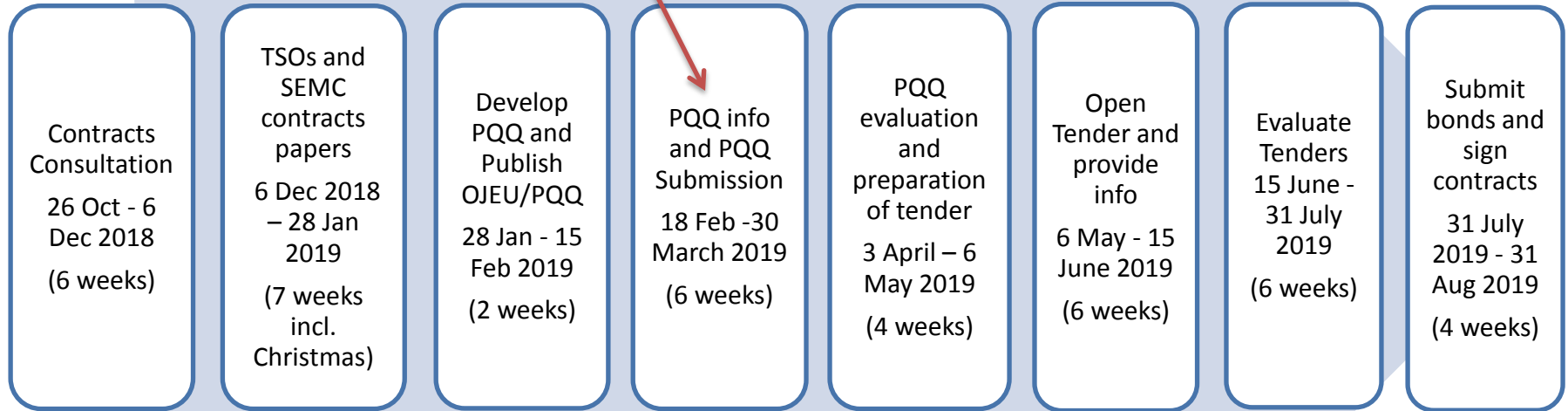
Schedule 9

- Specific Technical characteristics
- Completed after testing

Schedule 10

- GDPR

Draft Timelines



May need adjustment depending on outcomes of consultation

Consultation Questions II

Question 1

- What is your view in relation to the proposed Fixed Contracts contract?

Question 2

- Do you have any comments with respect to the definitions outlined in Schedule 1 of the Fixed Contracts contract?

Question 3

- Do you have any comments with respect to Schedule 2 (Operating Reserves) in the Fixed Contracts contract?

Question 4

- Do you have any comments with respect to the Bonding requirements and the Performance Bond milestones proposed?

Question 5

- Do you have any comments with respect to the Operational Requirements and Parameters proposed in Schedule 8 and 9?

Question 6

- Do you have any comments with respect to the remaining content of the contract Schedules?

Thank you





Lunch & Networking

