

Sustainability Working Group meeting with UK Power Networks



Date: Wednesday 20 May 2020

Time and date

Wednesday 20 May 2020

Attendees

CEG

Nick Pollard
Nigel Cornwall
Jeff Hardy
Ralitsa Hiteva
Phil Lawton
John Hargreaves

UK Power Networks

James Hope
Max Taylor
Phil Spiby
Ross Thompson

Agenda

Item 1	Introductions and overview of session
Item 2	Overview of UKPNs DFES
Item 3	Question and answer session
Item 4	AOB

Meeting summary

UKPN and the SWG met to discuss:

- (i) To explain the context of Ofgem's priorities on the environment;
- (ii) To explain the potential RIIO-ED2 framework structure in the area of environment and the options being considered by all parties (all DNOs and Ofgem);
- (iii) To provide a more detailed look at UKPNs specific outputs and incentive proposals; and
- (iv) To highlight to the CEG UKPNs early thinking on development of RIIO-ED2 environmental proposals.

Discussion

Key discussion and steer focused on:

- (i) The group sought early insight into the workings of the Willingness to Pay (WTP) work which would be delivered around Net Zero delivery options;
- (ii) The group discussed the relative ED1 performance for UKPN around environmental outcomes, such as losses (the Losses Discretionary Reward) and the Business Carbon Footprint (BCF);
- (iii) The group discussed the external and DNO benchmarking which UKPN has done to measure their relative strengths, approaches coverage and metrics against other DNOs; and

- (iv) The group discussed UKPNs participation in other key external and Ofgem Decarbonisation and the Environment working group the conclusions of which will influence the July consultation.

Actions and next steps

Action – UK Power Networks to organise a session on ED2 environment incentives and plans.

Action – UK Power Networks to send SWG members the presentation on GAP.

Action – UK Power Networks to consider sending SWG members Carbon Trust submission.

Action – CEG to provide questions before the meeting.