

## **Cash Out Review Working Group – “Inputs”**

**19 January 2005, 10:30am -4:30pm**

**Location: Ofgem, 9 Millbank, London**

### **AGENDA**

1. Comments on revised objectives
2. Key points note of the last meeting

#### **Inputs priority 1 - reserve**

3. How should reserve utilisation and option payments feed into electricity cash out prices (continued from previous meeting):
  - a. Option fee included in cash out in terms of utilisation or availability – revisit based on further thoughts from CORWG members since last meeting
  - b. Converting £ to £/MWh – consider possible approaches based on further thoughts from CORWG members
  - c. Treatment of reserve procured for locational or system balancing purposes
4. Potential approaches for further consideration – on the basis of the above discussions discuss/summarise potential approaches identified
5. Potential analysis – consider what analysis (if any) required to assess the potential treatment of reserve

#### **Inputs priority 2 - BSAD**

6. Identify key questions to be asked/choices to be made when considering the treatment of BSAD in the calculation of electricity cash out prices
7. Discussion of issues