

Quality of Information Incentive Data Publication

National Grid 08/09 Consultation options
Paul Gallagher

Quality of Information – Data Publication

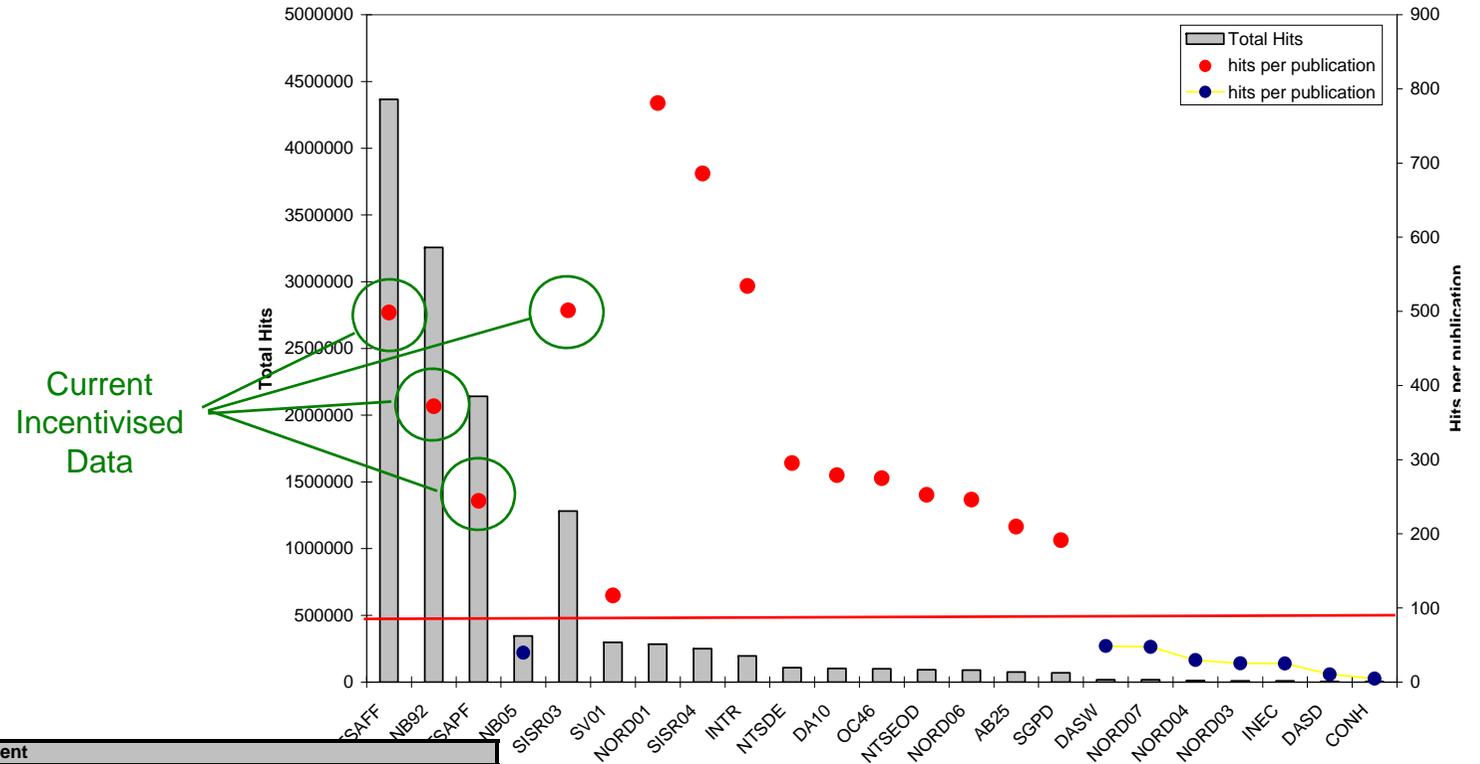
- ◆ Incentive introduced in 2006 with the aim of improving the quality of information delivery to the market
- ◆ All users, but particularly end consumers, highlighted the importance of information to the efficient operation of the market
- ◆ To achieve this the incentive focuses on
 - ◆ timeliness of publication of the ‘key’ data; and
 - ◆ high availability of the publication system
- ◆ Incentive has proven successful in aligning National Grid’s efforts with the needs of industry
- ◆ We believe there is opportunity to further improve delivery of market information through incentives from April 2008

Quality of Information – Data Publication

Our Proposal:

- ◆ Expand the scope of incentivised data to include key
 - ◆ real-time data;
 - ◆ within-day data; and
 - ◆ post event data.
- ◆ Aim to reduce the delay between this data becoming available and its publication
- ◆ Aim to improve the availability of these new data items through monitoring an increased set of outputs
- ◆ We believe these improvements should benefit the operation of the wholesale market through reducing uncertainty and improving data availability

Proposed expansion of Incentivised data Items based on user downloads



| Report | Frequency | Content |
|--------|-----------------------------|---|
| NTSAFF | hourly | Forecast flows onto the network - based on DFNs |
| NB92 | hourly | Closing Linepack forecast |
| NTSAPF | hourly | Forecast flows onto the network - based on physical flowrates |
| SISR03 | 7 times / day (UNC defined) | Within day and day ahead demand forecasts |
| RTFD | every 12 minutes | Real Time metered Flow data at entry points |
| SV01 | 7 times / day (UNC defined) | Within day and day ahead LDZ shrinkage forecast |
| INTR | Daily forecast | Likelihood to interrupt forecast |
| NTSDE | Daily forecast | D-2 to D-5 demand forecasts |
| NORD01 | Daily (after the day) | Balance information, Operational Information and Prices |
| SISR04 | Daily (after the day) | Actual NTS and LDZ demands |
| DA10 | Daily (after the day) | Weather Correction and Scaling factors |
| OC46 | Daily (after the day) | Actual prices at an hourly resolution |
| NTSEOD | Daily (after the day) | Actual flows onto the network by site |
| NORD06 | Daily (after the day) | Trading summary |
| AB25 | Daily (after the day) | Actual NTS and LDZ Shrinkage |
| SGPD | Daily (after the day) | Shrinkage Procurement and Disposals |

What will we aim to improve?

Timeliness

- ◆ Real time data – reduce publications missing the 12 minute publication slot
- ◆ Within-day data – reduce latency on hourly data down from 10 minutes, reduce demand attribution run related publications which miss slot
- ◆ Post-event data – publish earlier in the day

Availability

- ◆ Expand availability monitoring to cover six key pages – effectively covers systems that provide all real time, within-day and post event information
- ◆ Reduce unplanned unavailability across these pages

Benchmarks in each area set on 12 month's previous performance

Data Publication - Incentive Options

| Scheme Option | Duration | Max Incentive Return | Incentive Return for Achieving Target Improvement | Target Improvement |
|----------------------|-----------------|-----------------------------|--|---|
| A | 1 year | £1.8m | £1.2m | Reduce Unavailability by 25% Improve Timeliness by 25% |
| B | 2 years | £2.5m | £1.7m | Reduce Unavailability by 50% Improve Timeliness by 40% |

- ◆ Rewards based on Ofgem's previous rationale
- ◆ Scheme A based on investments up to £600k
- ◆ Scheme B based on investments up to £850k
- ◆ Scheme B runs across 2 years (i.e. not annually)

Summary

- ◆ Data Publication
 - ◆ Expansion of incentivised data set based on data download statistics
 - ◆ aim to publish data earlier
 - ◆ aim to improve availability of data
 - ◆ Choice around target performance improvements