21 March, 2025

# Market Facilitator Update

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21 March, 2025

# Handover Plan

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# What is a Technical Output

A Technical Output is one of the artefacts, owned by the Market Facilitator, that SOs will be license bound to adhere to.

The term Technical Output was used by Ofgem in their policy framework. We are looking to adopt the term “Flexibility Market Rules” going forward. These can take several different formats, depending on the specific output. This could be a specification, at technical standard, a commercial agreement…

We are currently developing our approach to defining, sharing and maintaining technical outputs. These will be articulated in our **Technical Output Framework.** A first draft will be shared in our detailed governance arrangements consultation.

Alongside the core information (what is required), we will ensure that each TO provides the following contextual information.

- **Why?** A clear articulation of the expected benefit of the TO.
- **How?** Clarity on the implementation requirement (how should the TO be used, are variations allowed…)
- **Who?** Which stakeholders will be impacted
- **When**? An Implementation Timeline
- **How will we know it is working?** An approach to implementation monitoring (how will we determine if it is implemented, and if it is achieving the expected benefit.
- **Version history, Change log & Key dependencies**

Technical Outputs are expected to evolve and so will be subject to the enduring change process, to allow updates.

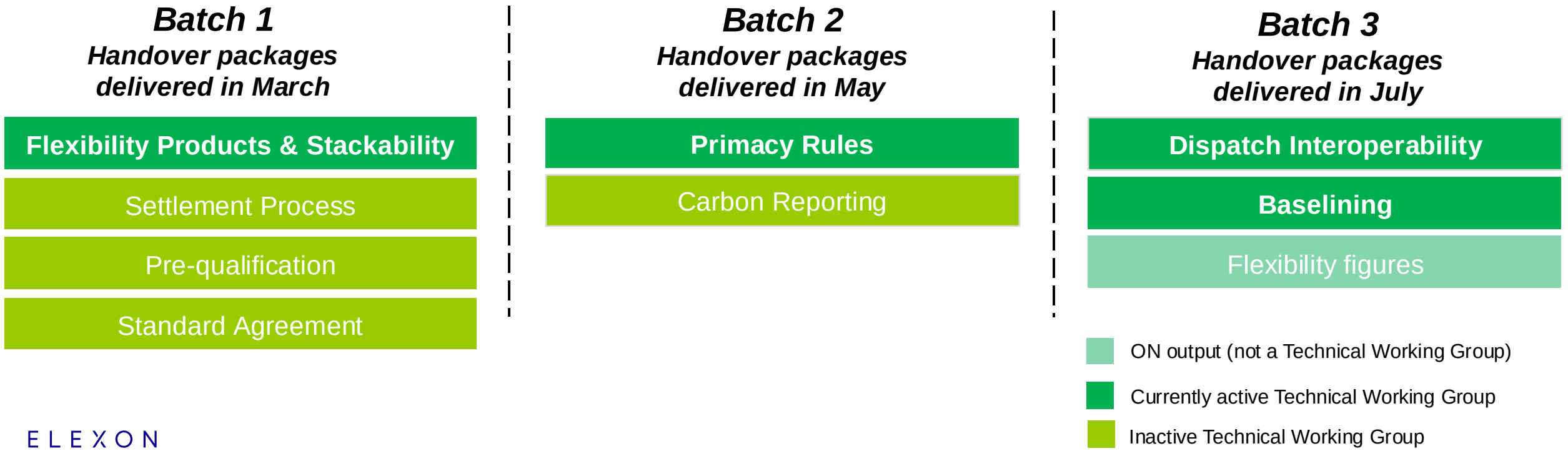
There will not be a 1 to 1 relationship between ON TWGs and MF Technical Outputs.

# A phased approach to handover

We will handover the technical working groups from ON in a staggered manner.

This will allow momentum to continue for current ON delivery, manage the handover workload, and allow for learning along the way.

We have timed the handovers to align with natural breaks in the ON work. These may flex, to suit delivery



# Hand Over Process

For each TWG, we will gather information, make clear decisions on next steps, and then implement the required change ahead of D1.

| Area | Activity | Responsible Party |
|---|---|---|
| Information Gathering, Knowledge Transfer & Quality Assurance | Send out hand over pack | Elexon - MF |
| | Collate hand over information | ENA - ON |
| | Hand over discussions | Joint |
| Decision Making | Agree any further D1 requirement for TO | Elexon - MF |
| | Formal Hand over | Joint |
| MF Major Change Process* | Delivery of new TO* | Elexon – MF (aided by WG) |
| MF Minor Change Process | Convert ON deliverable to MF TO | Elexon – MF |
| | **If needed. For ongoing work only* | |

# Interim Change Process

The core of most D1 TOs will be inherited from ON. All will be subject to formatting/transposition. Some will require further development through Y0. This process will integrate into the enduring change process in Y1

We need a process that balances the need for openness vs the requirement to deliver at pace.

| **Process** | **Minor Change** (formatting and transposing) | **Major Change** (development of new requirements) | **Comments** |
|---|---|---|---|
| Raise change | Raised by MF as per the handover plan | Raised by MF as per the handover plan | |
| Assess (development) | Led by MF | MF led working group to be raised | Our new working groups will comprise a broad membership. |
| Assess (consult) | Via Technical Output consultation (for D1TOs) | Via Technical Output consultation (for D1TOs) | Where the change is not delivering a D1TO, then we may consult at a later stage. |
| Decide | Decision taken by MF and delivered in Final D1TO | Decision taken by MF and delivered in Final D1TO | |
| Change implementation | Should be minimal.<br>Led by impacted parties.<br>Monitored by MF | Led by impacted parties.<br>Monitored by MF | Impacted parties extends beyond the SOs, and includes FSPs, Platform providers… |

# MF working groups

As we take on delivery, we will establish MF working groups for proposed changes.

MF will chair the working groups, draft the changes, and ultimately make decisions.

The working group will provide input and challenge, to deliver the best outcome.

We will seek representation from across the industry, with SOs remaining key stakeholders

# What will we be delivering? Batch 1

In Batch 1 we expect to receive:

| Technical Working Group | Deliverable Received | Action required in Y0 for Day 1 Technical Outputs | Day 1 Technical Outputs* | Y0 delivery that will not be a D1 TO |
|---|---|---|---|---|
| Flexibility Products and Stackability | Product definitions | Build into MF Flexibility Markets catalogue<br>Develop implementation monitoring & maintenance process | Flexibility Market Catalogue (including Stacking reference) | Develop approach to incorporating NESO |
| | Technical requirements of all products | | | Longer term vision for market coordination |
| | Stacking tool | | | |
| Pre-Qualification | Aligned commercial and technical questions | Transpose to MF format<br>Develop implementation monitoring process | Standard Pre-Qualification criteria | Develop approach to incorporating NESO |
| Settlement | Settlement Calculation | Merge and transpose to MF format<br>Develop implementation monitoring process | Metering and Settlement Specification | Develop approach to incorporating NESO |
| | Broader Alignment (including metering granularity, payment timings, direction and units…) | | | |
| Standard Agreement | Standard Agreement 3.0<br>Issue log associated with implementation | Evolution of the Standard Agreement (clarify implementation expectations, update wording/structure if needed)<br>Transpose to MF format<br>Develop implementation monitoring process | Standard Agreement 3.0 (or 3.1 if deemed valuable) | |
| *We have also identified the need to develop an end-to-end process for flexibility, to help frame the wider work on Technical Outputs* | | | | |
| - | - | Develop the process | End to End process | |

** Specific breakdown and format to be refined following development of the Technical Output Framework*

# What will we be delivering? Batch 2

Subject to handover conversations, in batch 2 we expect to receive:

| Technical Working Group | Deliverable Received | Action required in Y0 for Day 1 Technical Outputs | Day 1 Technical Outputs* | Y0 delivery that will not be a D1 TO |
|---|---|---|---|---|
| Primacy | Primacy Rules (increments 1 & 2)<br>Primacy Rules<br>Impact Assessment of implementation pre-requisites (data, systems & commercial) | Transpose to MF format<br>Develop Implementation Plan<br>Develop implementation monitoring process | Primacy Rules V1.0<br>Supporting data and processes<br>(with implementation plan for both) | Longer term vision for market coordination<br>(tied into batch 1) |
| Carbon Reporting | Reporting Methodology | Transpose to MF format<br>Develop implementation monitoring process | Standard Carbon Reporting methodology | |

** Specific breakdown and format to be refined following development of the Technical Output Framework*

# What will we be delivering? Batch 3

Subject to handover conversations, in batch 3 we expect to receive:

| Technical Working Group | Deliverable Received | Action required in Y0 for Day 1 Technical Outputs | Day 1 Technical Outputs* | Y0 delivery that will not be a D1 TO |
|---|---|---|---|---|
| Dispatch API | Technical Standard (including Technical & Security Architecture, Product dispatch profiles, Reporting profiles, Product to report mappings, Endpoint behaviour definitions, reference implementation)<br>Independent Security (Cyber) Assessment | Transpose to MF format<br>Monitor Implementation & Develop implementation monitoring process | Dispatch API Technical Standard | |
| Baselining | Baselining Methodology | Transpose to MF format<br>Monitor Implementation & Develop implementation monitoring process | Standard Baselining Methodologies | |
| Flexibility Reporting | Flexibility Figures | - | - | Consider future reporting (including interaction with Implementation monitoring) |

Due to the ongoing development of these areas by the ON project, we expect limited further development from the MF in Y0.

** Specific breakdown and format to be refined following development of the Technical Output Framework*

# Interaction with the MF 26-27 Delivery Plan

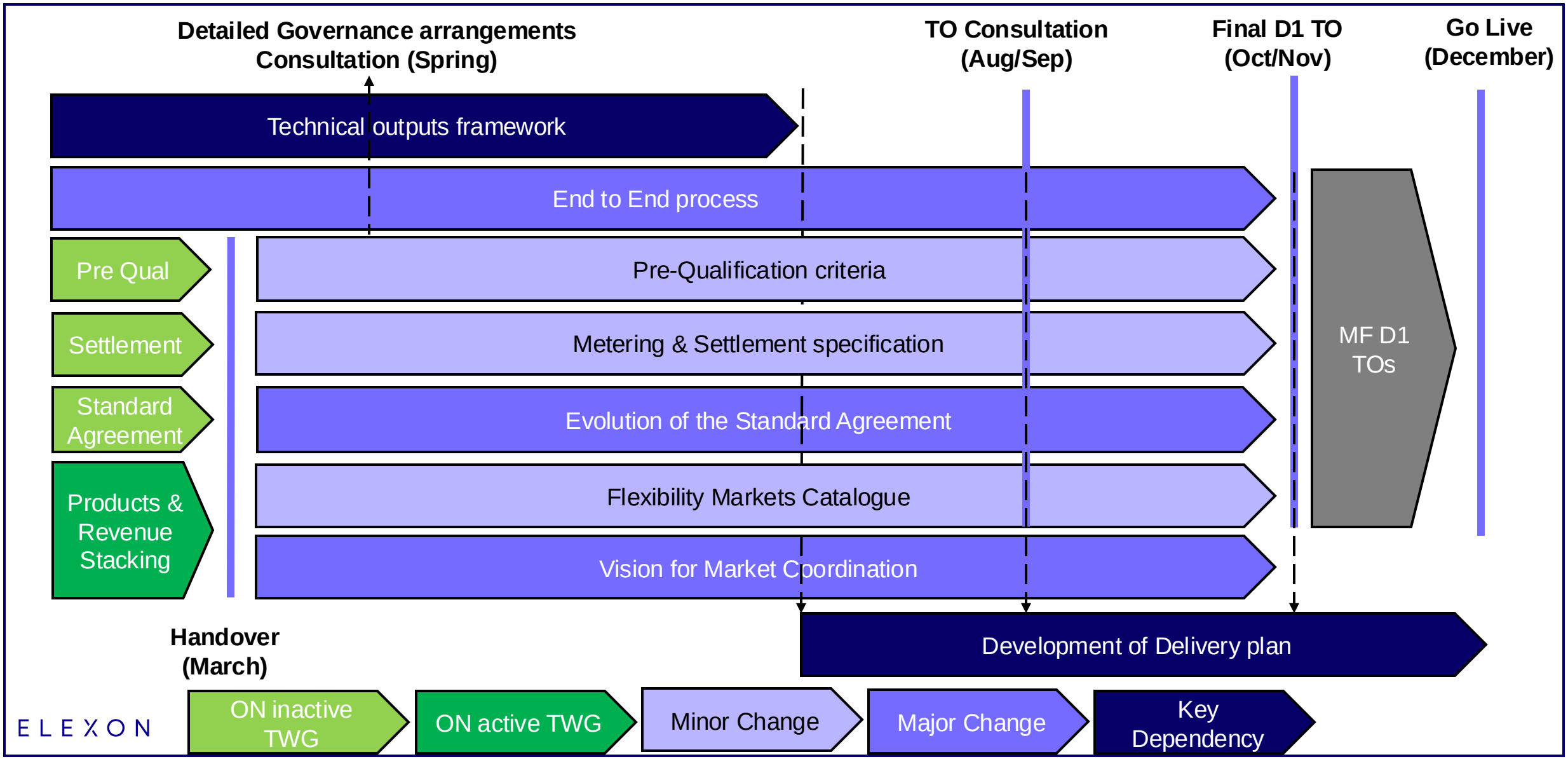
The 26-27 Market Facilitator Delivery Plan sets out what the MF will deliver in 2026 to 2027.

The latest understanding of all the TOs will feed into that plan, and the process for developing it.

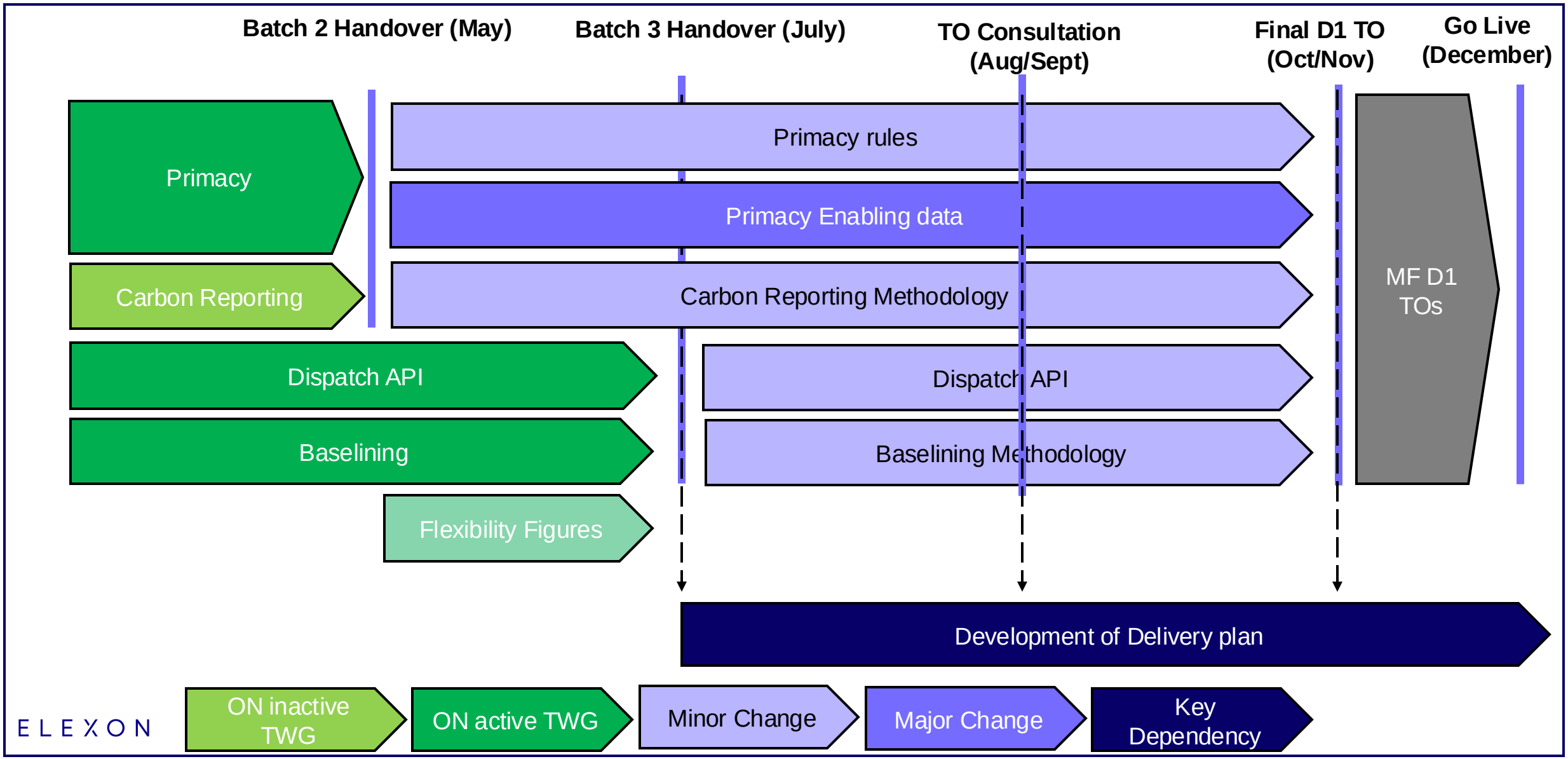
We see the following having the most strategic importance:

- E2E process
- Longer term vision for market coordination

# Handover plan (batch 1)



# Handover plan (cont.)



# Questions for the challenge group

- Does the plan seem reasonable?
- Are there any other Technical Outputs you would expect to see on Day 1?
- Are there any wider industry dependencies we should be aware of?
- Are there ways we could present the plan more clearly?

21 March, 2025

# Future of Challenge Group

Hussein Osman
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# ENA Dispatch standardisation update

## ENA Open Networks Challenge group

12 March 2025

# Overview

| Agenda |
| --- |
| Scope and Progress update |
| Delivery approach |
| Plan On a Page |
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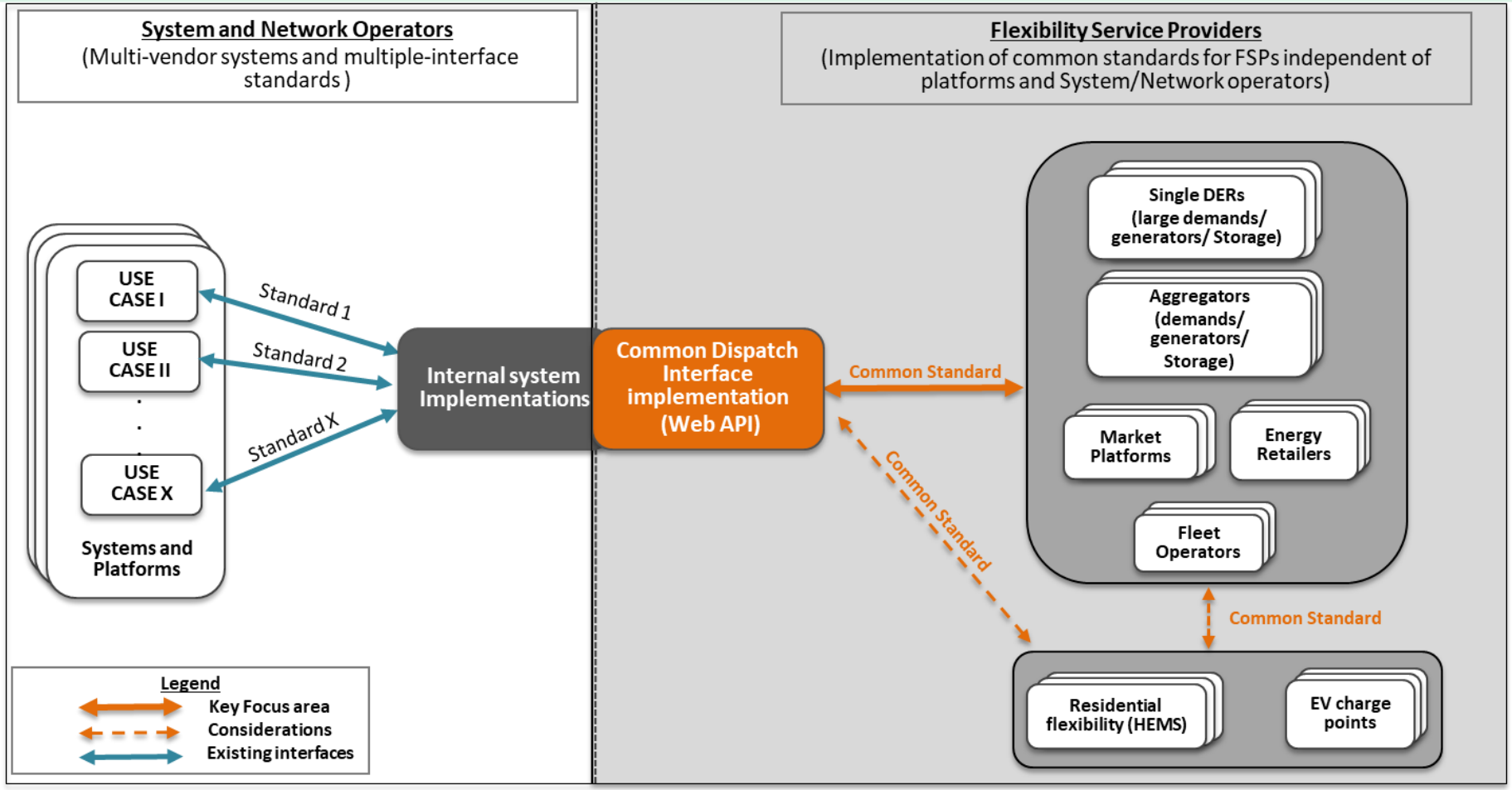
| |

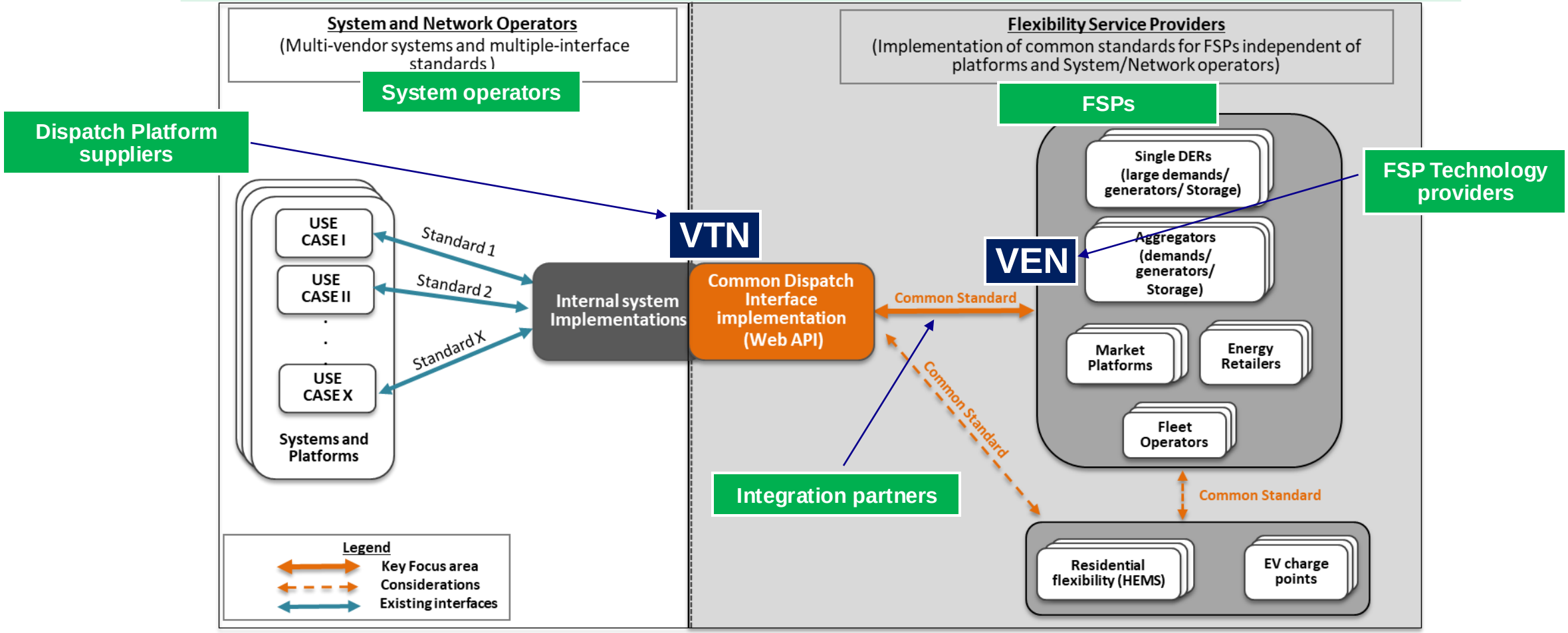
# Flex Dispatch standardisation: What is in the ENA Scope?

Key Focus area is the network operator ➔ Flexibility Services interface standard

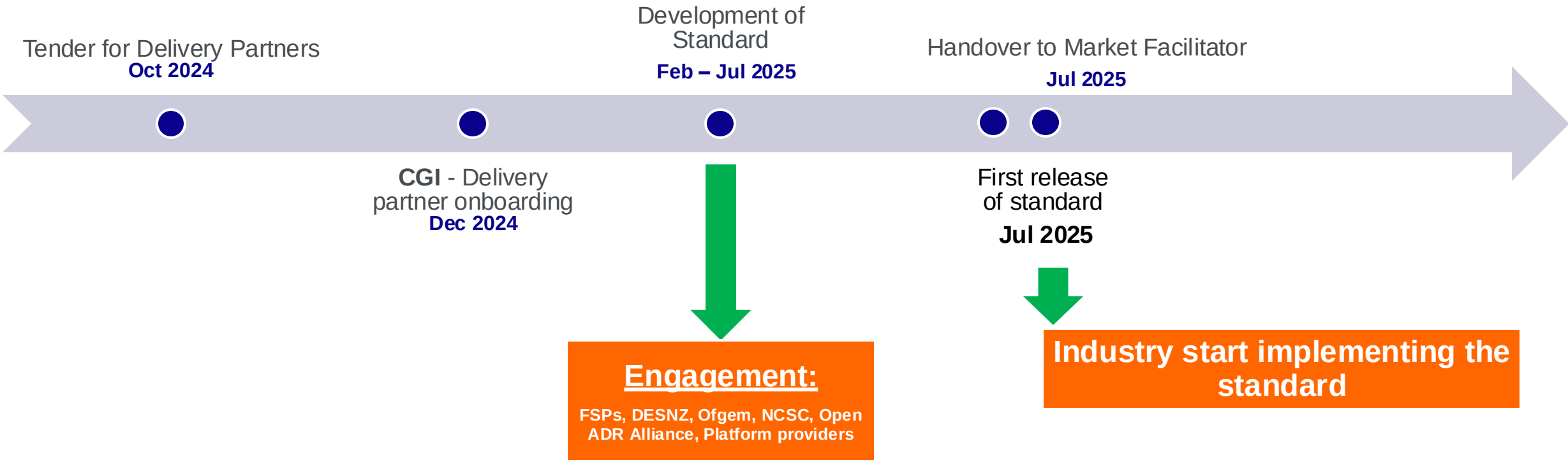


# Actors involved

Key Focus area is the network operator ➔ Flexibility Services interface standard



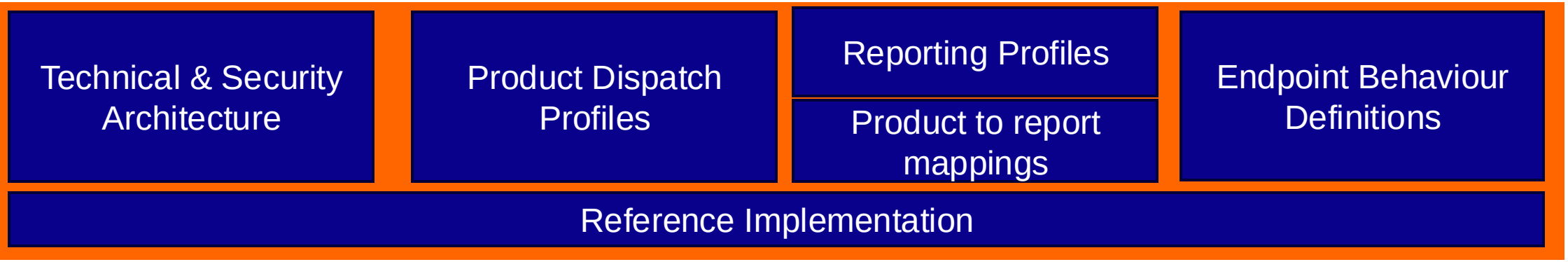
# ENA Dispatch System Interoperability – Progress update



# Delivery approach

**1. Programme Management, Governance & Stakeholder Engagement**

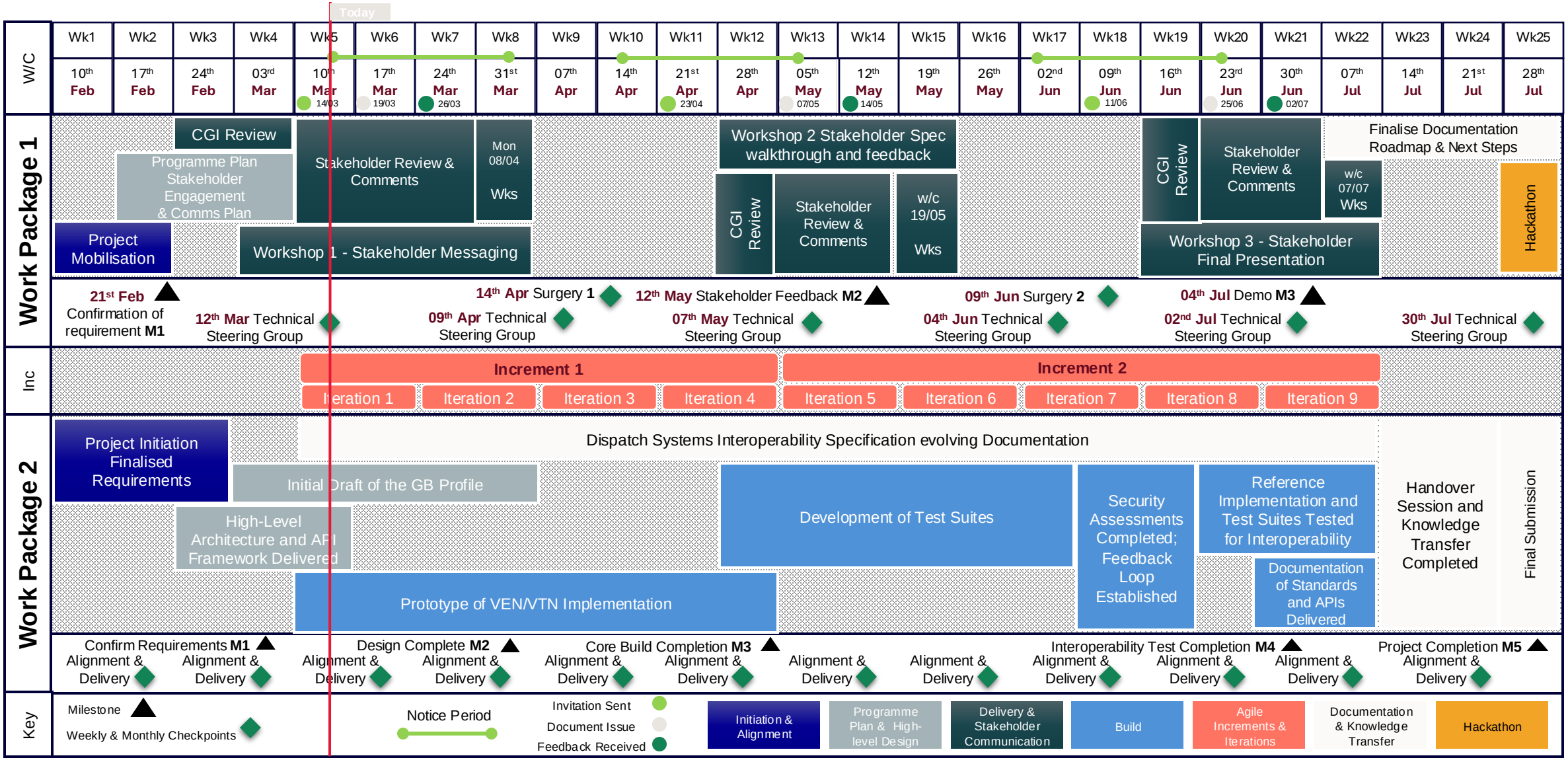
**2. Technical Standard Delivery**




**3. Independent Security (Cyber ) Assessment**

# ENA - Dispatch Systems Interoperability - PoaP

**Baseline** As of 12th March 2025

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