national**grid**

Demand-Side Management: the System Operator View

Adam Sims

SO Flexibility Manager Electricity System Operator

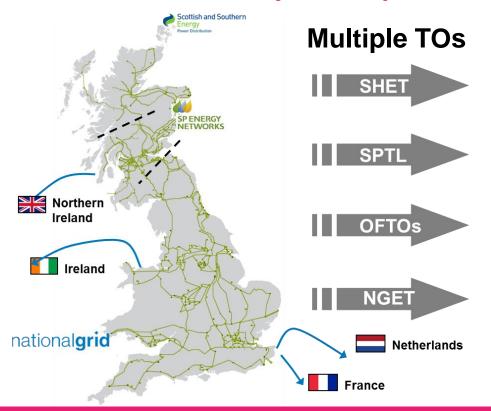
ESMAP Knowledge Sharing Forum



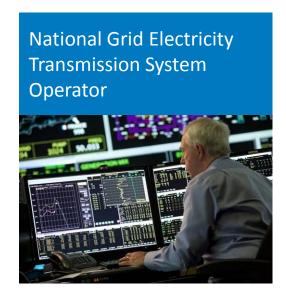




National Grid's role as System Operator



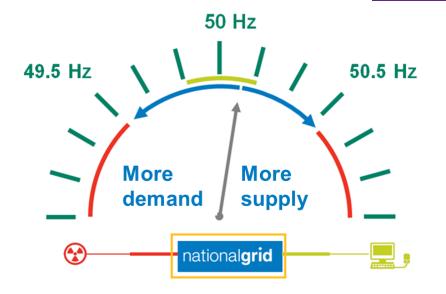
One SO





National Grid's role as System Operator

Efficient, economic & coordinated development of the Electricity Transmission System



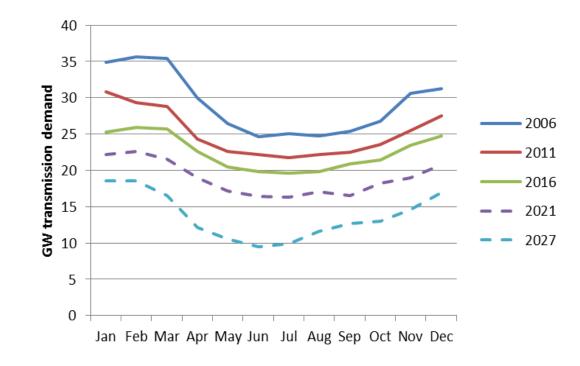
Residual energy balancing postgate closure

Maintaining quality and security of supply



What is flexibility and why do we need it?

- What do we mean by "flexibility"?
- Why do we need more flexible plant?
- How are we going to create the environment where flexibility is rewarded?





Introduction to Power Responsive

Purpose

- Launched in 2015 to support growth in participation of demand side flexibility into GB electricity markets
- Stakeholder-led programme of work, facilitated by National Grid SO

Engagement channels

- Steering Group almost 30 members representing all stakeholder groups established
- Flexibility Forum to deliver fresh messages and clarity to demand side flexibility stakeholders, create engaging debate, and work towards action/solutions
- Sponsors' events Major Energy Users Council, The Energyst
- External events RWM, Solar and Storage Live, Energy Live, Flexible Networks





Power Responsive programme objectives – Year 3

1. Continued Customer Engagement

- Broaden
 engagement
 activity to include
 stakeholders in
 other sectors
- Continued deeper engagement with DSR stakeholders

2. Increase Confidence in Flexibility

- Providing information that supports confidence to invest
- Support activity to build confidence in working with partners

3. Evolution of Flexibility Markets

- Simplifying
 Balancing Services
 to encourage
 participation
- Trial sharing of services with distribution networks



Future of Balancing Services





System Needs & Product Strategy consultation



128 responses

10+ industries consulted

98% Agree with approach



Future of Balancing Services – What's next?

Simplification and standardisation of existing markets for frequency response and reserve energy

Trial new procurement approaches for frequency response: closer to real time, cleared price auction

Investigate faster-acting frequency response procurement as part of business-as-usual

Transition to 'business as usual' for demand side flexibility

power responsive

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Future of Balancing Services:

www.nationalgrid.com/uk/electricity/balancingservices/future-balancing-services

Power Responsive Programme:

www.powerresponsive.com

LinkedIn:

Power Responsive

For National Grid service opportunities:

commercial.operation@nationalgrid.com

