

Discussion paper

Draft outline for discussion with TPAG

9 February 2011

1 Discussion paper- draft outline

1.1 Purpose

1.1.1 This table provides a brief outline of the discussion document for discussion with TPAG.

Section	Content
Introduction and purpose	A brief outline of the Transmission Pricing Review, the role of TPAG and submission requirements
Background	Subsections addressing: <ul style="list-style-type: none"> • the regulatory context • progress to date (drawing on the Roadmap Paper presented to TPAG this meeting) • high level summary of submissions on the stage II consultation paper • further analysis completed since Stage II consultation • timetable and implementation issues
Analysis Framework	Description of the analysis framework (drawing on the draft high level analysis framework presented to TPAG this meeting) and of the counterfactual to be used in the assessment
Overview of Options	Description of: <ul style="list-style-type: none"> • the high level options from Stage I consultation • approach to classifying the current options • options to be considered under each of: <ul style="list-style-type: none"> – recovering HVDC costs – deferring reliability transmission investment – connection charging regime
Phase 1 Assessment	Application of the analysis framework to “narrow down” the high level options, drawing on the GEM analysis outcomes and material in the Stage II Consultation Paper
Phase 2 Assessment	Application of the analysis Framework to the options remaining after Phase 1 Assessment, to determine a preferred option
Phase 3 Assessment	A more detailed cost-benefit analysis of the preferred option emerging from Phase 2 Assessment against the Counterfactual
Discussion of assessment outcomes	A discussion of the outcomes from the assessment, key conclusions to be considered, issues to be explored during consultation
Next Steps	An overview of the next steps in the Transmission Pricing Review, links to related work streams