

CUSC Amendment Proposal Form	CAP:068
Title of Amendment Proposal:	
Competing Requests for TEC	
Description of the Proposed Amendment (<i>mandatory by proposer</i>): <p>NGC will develop and provide a bulletin board that publishes all offers for potential new generation and will introduce a Transmission Entry Capacity (TEC) trade facility to administer the trading of TEC between generators. The facilities will allow competing requests for TEC to be managed in an equitable and transparent manner.</p> <p>Users will be expected to inform NGC of applications for TEC in accordance with existing arrangements described in the CUSC. When an offer for TEC is made by NGC, the details of such offer (e.g generating plant, date, quantity of TEC) will be published on a web page attached to the Seven Year Statement Web-site.</p> <p>The proposal would allow trading of TEC (for example from moth-balled plant to new generators) on a one – one basis at the same GSP or, subject to a satisfactory exchange rate determination by NGC, between relevant GSPs. Both the acquiring and selling generator would submit the enquiry to NGC, who would then be expected to reply within timescales, as set out in CUSC and depending on the extent of any necessary works to the system. The process of determining an exchange rate will be a chargeable service.</p>	
Description of Issue or Defect that Proposed Amendment seeks to Address (<i>mandatory by proposer</i>): <p>Early publication of information regarding new offers for TEC is not enabled by CUSC at present.</p> <p>Trading of TEC within generating zones is limited thus restricting potential return of moth-balled plant for use by new generators which could be perceived to limit the efficient allocation of resources across the system.</p>	
Impact on the CUSC (<i>this should be given where possible</i>): <p>Introduction of new paragraphs within Section 6 of the CUSC to provide for NGC to make applications for TEC published on an external web-site. Changes to be incorporated to the application forms for TEC to allow for disclosure of certain information.</p>	

<p>Impact on Core Industry Documentation <i>(this should be given where possible):</i></p> <p>Although not a core industry document, the above changes will not impact on NGT’s Statement of the Use of System Charging Methodology, the calculation of exchange rates and charges for applications for TEC would be via existing charging methodology.</p>
<p>Impact on Computer Systems and Processes used by CUSC Parties <i>(this should be given where possible):</i></p> <p>Development of bulletin board, via web-based technology. Development of trade facility</p>
<p>Details of any Related Modifications to Other Industry Codes <i>(where known):</i></p> <p>CUSC Amendment Proposal 043 (CAP043): Transmission Access - Definition</p>
<p>Justification for Proposed Amendment with Reference to Applicable CUSC Objectives** <i>(mandatory by proposer):</i></p> <p>This amendment will enable NGC to make better informed decisions in respect of multiple applications for TEC thus promoting more efficient use of the transmission system. The proposed trade facility would further enable the trading of TEC between generators thus furthering the efficient use of the system and better facilitate competition in the generation and supply of electricity.</p>

<p>Details of Proposer: Organisation’s Name:</p>	National Grid
<p>Capacity in which the Amendment is being proposed: (i.e. CUSC Party, BSC Party or “energywatch”)</p>	CUSC Party
<p>Details of Proposer’s Representative: Name: Organisation: Telephone Number: Email Address:</p>	Russel Cooper National Grid Transco 01926 656029 mike.calviou@ngtuk.com
<p>Details of Representative’s Alternate: Name: Organisation: Telephone Number: Email Address:</p>	Andy Balkwill National Grid Transco 01926 656144 russell.cooper@ngtuk.com

Attachments (Yes/No): [Yes]
If Yes, Title and No. of pages of each Attachment: [Legal Text]

Notes:

1. Those wishing to propose an Amendment to the CUSC should do so by filling in this "Amendment Proposal Form" that is based on the provisions contained in Section 8.15 of the CUSC. The form seeks to ascertain details about the Amendment Proposal so that the Amendments Panel can determine more clearly whether the proposal should be considered by a Working Group or go straight to wider National Grid Consultation.
2. The Panel Secretary will check that the form has been completed, in accordance with the requirements of the CUSC, prior to submitting it to the Panel. If the Panel Secretary accepts the Amendment Proposal form as complete, then he will write back to the Proposer informing him of the reference number for the Amendment Proposal and the date on which the Proposal will be considered by the Panel. If, in the opinion of the Panel Secretary, the form fails to provide the information required in the CUSC, then he may reject the Proposal. The Panel Secretary will inform the Proposer of the rejection and report the matter to the Panel at their next meeting. The Panel can reverse the Panel Secretary's decision and if this happens the Panel Secretary will inform the Proposer.

The completed form should be returned to:

Richard Dunn
Panel Secretary
Commercial Development
National Grid Company plc
National Grid House
Kirby Corner Road
Coventry, CV4 8JY
Or via e-mail to: CUSC.Team@uk.ngrid.com

(Participants submitting this form by email will need to send a statement to the effect that the proposer acknowledges that on acceptance of the proposal for consideration by the Amendments Panel, a proposer which is not a CUSC Party shall grant a licence in accordance with Paragraph 8.15.7 of the CUSC. A Proposer that is a CUSC Party shall be deemed to have granted this Licence).

3. Applicable CUSC Objectives** - These are defined within the National Grid Company Transmission Licence under Section C7F, paragraph 15. Reference should be made to this section when considering a proposed amendment.

CAP 068
DRAFT LEGAL TEXT

Delete the words "Revision of" from the heading to Paragraph 6.30 of CUSC and amend the contents page to Section 6 accordingly.

Add the following as Paragraph 6.30.3

6.30.3 **Exchange Rate Requests**

- 6.30.3.1 **NGC shall establish and maintain a TEC Register published on the NGC Website recording the details set out in 6.10.5.2.**
- 6.30.3.2 **The TEC Register shall set out the name of the Applicant, the Connection Site (or in the case of an Embedded Generator site of connection), the Transmission Entry Capacity offered, the year of connection to (or in the case of an Embedded Generator the year for use of) the NGC Transmission System in respect of any outstanding Connection Offers, Use of System Generation Offers or any Modification Offers in respect of a change in a User’s Transmission Entry Capacity.**
- 6.30.3.3 **The details of the Connection Offers, Use of System Generation Offers and Modification Offers shall be recorded on the TEC Register within 5 Business Days of such offers being made by NGC. The TEC Register shall also be updated periodically to remove those cases where a Connection Offer, Use of System Generation Offers or Modification Offer has been signed or has lapsed.**
- 6.30.3.4 **Subject to the payment of its Reasonable Charges, NGC shall, as soon as reasonably practicable after receipt of an Exchange Rate Request calculate the Exchange Rate.**
- 6.30.3.5 **In the event that the parties wish to proceed with a TEC Trade on the basis of the Exchange Rate then the Applicant shall notify NGC and NGC shall revise the Applicants Connection Offer, Use of System Generation Offer or Modification Offer (as appropriate) to reflect and conditional upon such TEC Trade. This revised offer shall remain open for acceptance by the User for the remainder of the original offer period.**

The following new definitions shall be added to Section 11 of CUSC

Exchange Rate	The Transmission Entry Capacity available to a specific party as a direct result of a specific reduction in the Transmission Entry Capacity available to another party.
Exchange Rate Request	a joint request from an Applicant and another User or Applicant to calculate the Exchange Rate that would apply were they to agree to a TEC Trade
TEC Register	The register set up by NGC pursuant to Paragraph 6.30.3.1
TEC Trade	a trade between parties of their respective Transmission Entry Capacity .
Use of System Generation Offer	A Use of System Offer in substantially the form of Exhibit E to CUSC

The notes within CUSC Exhibit B (Connection Application) shall be amended by the addition of the paragraph below and the following paragraphs renumbered accordingly;

- 9 In accordance with Paragraph 6.30.3 of **CUSC NGC** will need to disclose certain information contained in the application and shall need authorisation from the **Applicant** in respect of this.

The signature page of CUSC Exhibit B (Connection Application) shall be amended by the addition of the paragraph below and the following paragraphs renumbered accordingly;

- 5 We confirm our agreement to the disclosure in the manner set out in Paragraph 6.30.3 of **CUSC** of the information specified in such Paragraph.

The notes within CUSC Exhibit D (Use of System Application) shall be amended by the addition of the paragraph below and the following paragraphs renumbered accordingly;

- 10 In accordance with Paragraph 6.30.3 of **CUSC NGC** will need to disclose certain information contained in the application and shall need authorisation from the **Applicant** in respect of this.

The signature page of CUSC Exhibit D (Use of System Application) shall be amended by the addition of the paragraph below and the following paragraphs renumbered accordingly;

- 5 We confirm our agreement to the disclosure in the manner set out in Paragraph 6.30.3 of **CUSC** of the information specified in such Paragraph.

The notes within CUSC Exhibit I (Modification Application) shall be amended by the addition of the paragraph below and the following paragraphs renumbered accordingly;

- 9 In accordance with Paragraph 6.30.3 of **CUSC NGC** will need to disclose certain information contained in the application and shall need authorisation from the **Applicant** in respect of this.

The signature page of CUSC Exhibit I (Modification Application) shall be amended by the addition of the paragraph below and the following paragraphs renumbered accordingly;

- 5 We confirm our agreement to the disclosure in the manner set out in Paragraph 6.30.3 of **CUSC** of the information specified in such Paragraph.