

CUSC - SECTION 11

INTERPRETATION AND DEFINITIONS

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| | (or equipment for which the User is responsible (as defined in Section K of the Balancing and Settlement Code) to and use of such Distribution System ; |
| "Distribution Code(s)" | the Distribution Code(s) drawn up by Public Distribution System Operators pursuant to the terms of their respective Licence(s) as from time to time revised in accordance with those Licences ; |
| "Distribution Connection Agreement" | an agreement between a User who owns or operates a Distribution System and an owner of a Power Station for connection to that User's Distribution System ; |
| "Distribution Interconnector" | as defined in the Balancing and Settlement Code ; |
| "Distribution Interconnector Owner" | the Owner of a Distribution Interconnector or of that part of a Distribution Interconnector directly connected to a Distribution System ; |
| "Distribution Licence" | a licence issued under section 6(1)(c) of the Act ; |
| "Distribution System" | the system consisting (wholly or mainly) of electric lines owned or operated by any Authorised Electricity Operator and used for the distribution of electricity from Grid Supply Points or generation sets or other entry points to the point of delivery to Customers or Authorised Electricity Operators , and includes any Remote Transmission Assets operated by such Authorised Electricity Operator and any electrical plant and meters owned or operated by the Authorised Electricity Operator in connection with the distribution of electricity, but shall not include any part of the National Electricity Transmission System ; |
| "Distribution Voltage" | a voltage of 132kV or below in England & Wales. A voltage of below 132kV in Scotland. Generally taken to be voltages lower than those defined as transmission voltages; |
| <u>"Demand Voting Group"</u> | <u>all User(s) in a Voting Group who fall within any one or more of the following categories:</u> <u>(a) Directly Connected Users with a Bilateral Agreement;</u> <u>and</u> <u>(b) a User with a Bilateral Agreement in respect of a Distribution System;</u> |
| "Dormant CUSC Party" | a CUSC Party which does not enjoy any ongoing rights and/or obligations for the period of its dormancy under the CUSC , as provided for in Section 5; |

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| | same; |
| "Generation Licence" | the licence granted to a Generator pursuant to section 6(1)(a) of the Act ; |
| "Generation Reconciliation Statement" | as defined in Paragraph 3.12.2; |
| <u>"Generation Voting Group"</u> | <u>all User(s) in a Voting Group who fall within any one or more of the following categories:</u> <ul style="list-style-type: none"> <u>(a) a User with a Bilateral Agreement in respect of a Directly Connected Power Station;</u> <u>(b) a User with a Bilateral Agreement in respect of an Embedded Exemptable Large Power Station; and</u> <u>(c) a User with a Bilateral Agreement in respect of an Embedded Power Station;</u> |
| "Generator" | a person who generates electricity under licence or exemption under the Act ; |
| "Genset" | as defined in the Grid Code ; |
| "GIS Asset Outage" | as defined in the relevant Bilateral connection Agreement ; |
| "Good Industry Practice" | in relation to any undertaking and any circumstances, the exercise of that degree of skill, diligence, prudence and foresight which would reasonably and ordinarily be expected from a skilled and experienced operator engaged in the same type of undertaking under the same or similar circumstances; |
| "Great Britain" | The landmass of England and Wales and Scotland, including internal waters; |
| "Grid Code" | the Grid Code drawn up pursuant to the Transmission Licence , as from time to time revised in accordance with the Transmission Licence ; |
| "Grid Supply Point" ("GSP") | a point of delivery from the National Electricity Transmission System to a Distribution System or a Non-Embedded Customer ; |
| "Gross Asset Value" | the value calculated by The Company in accordance with recognised accounting principles and procedures as published by The Company from time to time; |

Code;**“Interconnector User Commitment Capacity”**

- (a) for **Interconnectors** whose **Connection Site** is below the B11 boundary as set out in the annual Electricity Ten Year Statement, this is the figure for the purposes of **CUSC** Paragraph 9.5 as specified in Appendix C of the **User’s Bilateral Connection Agreement**; and
- (b) for **Interconnectors** whose **Connection Site** is above the B11 boundary as set out in the annual Electricity Ten Year Statement, this is the figure for the purposes of **CUSC** Paragraph 9.4 as specified in Appendix C of the **User’s Bilateral Connection Agreement**;

“Interconnector Voting Group”

all **User(s)** in a **Voting Group** who fall within any one or more of the following categories:

(a) **Interconnector Owners** with a **Bilateral Agreement**; and

(b) **Interconnector Users**;

“Interface Agreement”

the agreement(s) entered into pursuant to Paragraph 2.11 and Paragraph 9.13 based substantially on the forms set out in Exhibit O to the **CUSC**;

“Interim Connect and Manage Arrangements”

the arrangements in place between 8 May 2009 and the **Connect and Manage Implementation Date** whereby **Offers** were made by **The Company** on the basis that a **Derogation** would be obtained from the **Authority** such that identified **Transmission Reinforcement Works** did not need to be completed prior to connection and/or use of system;

“Interim Operational Notification” or “ION”

as defined in the **Grid Code**;

“Interim Operational Notification Part A” or “ION Part A”

as defined in the **Grid Code**;

“Interim Operational Notification Part B” or “ION Part B”

as defined in the **Grid Code**;

“Interim Panel and Alternate Election process”

As defined in Paragraph 8A.4.3.2

“Interruption”

where either:-

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| "STTEC Offer" | an offer made by The Company for Short Term Capacity in accordance with the terms of Paragraphs 6.31.6.2 and 6.31.6.3 in response to an Application for a STTEC Offer ; |
| "STTEC Period" | in the case of a STTEC Authorisation , a period of 28 days commencing on a Monday at 00.00 hours and finishing at 23.59 on a Sunday. In the case of a STTEC Offer , a period of either 28, 35, or 42 days (as specified by the User in its STTEC Request Form) commencing on a Monday at 0.00 hours and finishing at 23.59 on a Sunday; |
| "STTEC Request" | either a Request for a STTEC Authorisation or an Application for a STTEC Offer ; |
| "STTEC Request Fee" | the non-refundable fee to be paid by the User to The Company as detailed in the Charging Statements ; |
| "STTEC Request Form" | the form set out in Exhibit P to the CUSC ; |
| "Subsidiary" | has the meaning given to that term in section 736A of the Companies Act 1985; |
| "Supplemental Agreement" | an agreement entered into pursuant to clause 2 of the MCUSA ; |
| "Supplier" | a person who holds a Supply Licence ; |
| "Supply Agreement" | an agreement between a Non-Embedded Customer and a Supplier for the supply of electricity to the Non-Embedded Customer's Connection Site ; |
| "Supplier Half Hourly Demand" | means BM Unit Metered Volumes (QM_{ij}) expressed as a positive number (i.e. $\sum QM_{ij}$) of the Trading Unit during the three Settlement Periods of the Triad due to half-hourly metered imports; |
| "Supply Licence" | a licence granted under section 6(1)(d) of the Act ; |
| "Supplier Non Half-Hourly Demand" | means BM Metered Volumes (QM_{ij}) expressed as a positive number (i.e. $\sum QM_{ij}$) of the Trading Unit over the charging year between Settlement Periods 33 to 38 due to Non-half-hourly metered imports; |
| "Supplier Volume Allocation" | as defined in the Balancing and Settlement Code ; |
| <u>"Supplier Voting Group"</u> | <u>all User(s) in a Voting Group who are Suppliers;</u> |
| "Synchronous Compensation" | the operation of rotating synchronous apparatus for the specific purpose of either generation or absorption of Reactive Power ; |
| "Synchronised" | the condition where an incoming BM Unit or CCGT Unit or System is connected to the busbars of another System so that the |

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| | to connect but excluding for the avoidance of doubt any OTSUA ; |
| "User's Licence" | a User's licence to carry on its business granted pursuant to Section 6 of the Act ; |
| "User System" | any system owned or operated by a User comprising Generating Units and/or Distribution Systems (and/or other systems consisting (wholly or mainly) of electric lines which are owned or operated by a person other than a Public Distribution System Operator and Plant and/or Apparatus (including in the case of OTSDUW Build , any OTSUA prior to the OTSUA Transfer Time) connecting Generating Units , Distribution Systems (and/or other systems consisting wholly or mainly of electric lines which are owned or operated by a person other than a Public Distribution System Operator or Non-Embedded Customers to the National Electricity Transmission System or (except in the case of Non-Embedded Customers) to the relevant other User System , as the case may be, including any Remote Transmission Assets operated by such User or other person and any Plant and/or Apparatus and meters owned or operated by such User or other person in connection with the distribution of electricity but does not include any part of the National Electricity Transmission System ; |
| "Utilities Act 2000" | Electricity Act 1989, as amended by the Utilities Act 2000; |
| "Valid" | valid for payment to be made thereunder against delivery of a Notice of Drawing given within the period stated therein; |
| "Value Added Tax" | United Kingdom value added tax or any tax supplementing or replacing the same; |
| "Value At Risk Amendment" | the Proposed Amendment in respect of Amendment Proposal 127 ; |
| "Value At Risk Amendment Implementation Date" | the Implementation Date of the Value At Risk Amendment ; |
| "Value At Risk Amendment Implementation End Date" | the date one year following the Value At Risk Amendment Implementation Date ; |
| <u>"Voting Group"</u> | <u>as defined in Paragraph 8A.3.1.2:</u> |
| "Website" | the site established by The Company on the World-Wide Web for the exchange of information among CUSC Parties and other interested persons in accordance with such restrictions on access as may be determined from time to time by The Company ; |
| "Week" | means a period of seven Calendar Days commencing at 05.00 hours on a Monday and terminating at 05.00 hours on the next |