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for energy consumers

## Capacity Market Rules Change

Reference number (to be  
completed by Ofgem):  
**P012**

Name of Organisation(s) / individual(s):  
Energy UK

Date Submitted:  
23 January 2015

**Type of Change:**

- Amendment
- Addition
- Revoke
- Substitution

If applicable, whether you are aware of an alternative proposal already submitted which this proposal relates to:  
[Click here to enter text.](#)

**What the proposal relates to and if applicable, what current provision of Rules the proposal relates to (please state provision number):**  
Add a definition for "Settlement Period Penalties", which is currently not defined in the Rules but is in the Regulations.

**Description of the issue that the change proposal seeks to address:**  
Rule 13.4.1(c) ensures capacity providers won't pay back more than their annual capacity payment (net of any Settlement Period Penalties) but the term Settlement Period Penalties is not defined in the Rules. This Rule should use the terminology in the Regulations (Regulation 41, paragraph 4). Therefore this definition of "Settlement Period Penalties" needs to be added to the list of definitions (Rule 1.2).

**If applicable, please state the proposed revised drafting (please highlight the change):**  
Settlement Period Penalties means the any settlement period penalty for the relevant Delivery Year as set out in Regulation 41, paragraph 4.

**Analysis and evidence on the impact on industry and/or consumers including any risks to note when making the revision - including, any potential implications for industry codes:**  
[Click here to enter text.](#)

**Details of Proposer** *(please include name, telephone number, email and organisation):*  
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