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for energy consumers

Capacity Market Rules Change

Reference number (to be
completed by Ofgem):
P063

Name of Organisation(s) / individual(s):
National Grid Electricity Transmission Ltd

Date Submitted:
23/01/2015

Type of Change:

- Amendment
 Addition
 Revoke
 Substitution

If applicable, whether you are aware of an alternative proposal already submitted which this proposal relates to:

No

What the proposal relates to and if applicable, what current provision of Rules the proposal relates to (please state provision number):

This proposal is to account for the provision of balancing services within the DSR tests - this is particularly important for the transitional auctions

Description of the issue that the change proposal seeks to address:

The process by which a DSR provider demonstrates its DSR capacity in advance of the delivery year is purely on metered output and ignores any restrictions placed upon it by a balancing service. This should be amended to allow balancing services providers to participate as Proven DSR by adjusting their historic data to account for balancing services provision.

If applicable, please state the proposed revised drafting (please highlight the change):

Amendments to Rule 13.2 are required. These should seek to implement equivalent adjustments to the three highest historic metered volume outputs equivalent to those applied to the Load following Capacity Obligation during a stress event when calculating the Adjusted Load Following Capacity Obligation. This would enable metered volumes to be adjusted upwards, where they are lower than the level which is technically capable of being delivered by the potential CMU because of restrictions placed upon them by a balancing services contract.

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:

It is an established principle that providers of balancing services may participate in the capacity market with their load following capacity obligations adjusted during stress events to not prevent them from acting in accordance with their contracted balancing service.

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

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