

Proposal for a Capacity Market Rules Change



Making a positive difference
for energy consumers

Reference number(to be completed by Ofgem):
CP119

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

Date Submitted:
15 January 2016

Type of Change:

- Amendment
- Addition
- Revoke
- Substitution

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

We are not aware of any alternative proposal.

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

The Capacity Market Register should include a field for each CMU where they can voluntarily express interest in participating in secondary trading and provide contact details.

This would need to be provided for in Rules 7.4 and 7.5.

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

There is not currently a developed secondary trading market but industry is proposing to develop this in the run up to the first Delivery Year. A key aspect of facilitating a liquid secondary market will be the ease with which parties interested in participating in secondary trading are able to contact each other. Including a field on the CM Register where expressions of interest can voluntarily be included, along with contact details, would help achieve this.

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

Add an entry to 7.4 and 7.5 that a field should be included on the CM Register where prequalified CMUs can express an interest in secondary trading and their contact details can be provided.

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:

A liquid secondary trading market will help ensure that the Capacity Market delivers capacity and mitigates risk for participants, which ultimately benefits consumers. Providing easily accessible contact details (on a voluntary basis) of those interested in participating in secondary trading via the CM register would help facilitate a liquid market.

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

Pavel Miller, Energy UK, 0207 747 1833