


<h2 style="text-align: center;">Proposal for a Capacity Market Rules Change</h2>		 <p>Making a positive difference for energy consumers</p>
		Reference number (to be completed by Ofgem): CP123
Name of Organisation(s) / individual(s): Energy UK		Date Submitted: 15/01/2016
Type of Change: <ul style="list-style-type: none"> <input checked="" type="checkbox"/> Amendment <input type="checkbox"/> Addition <input type="checkbox"/> Revoke <input type="checkbox"/> 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): This proposal relates to rule 6.10.2 'Procedure for automatic termination'. When a CMU has been issued with a notice of termination, for whatever reason, this information should be published on the Capacity Register immediately.		
Description of the issue that the change proposal seeks to address: If a CMU is issued with a termination notice under Clause 6.10.2, the Delivery Body is only obliged to update the Capacity Register if the Capacity Agreement is in fact terminated. Given the (potentially) material impact upon the level of procurement of capacity at future auctions and the length of time between the initial termination event and the expiry of the potential cure period (up to 120 Working Days), we consider it appropriate and desirable from a market transparency perspective that the Capacity Register is updated to reflect the issue of a Termination Notice, Withdrawal Notice and/or an Extension Notice. Furthermore, this change aligns itself to Ofgem's objectives; making the rules of the capacity market clearer and fair.		
If applicable, please state the proposed revised drafting (please highlight the change): <u>Current</u> 6.10.2 (f) Where a Capacity Agreement is terminated, the Delivery Body must: <ul style="list-style-type: none"> (i) update the Capacity Register to reflect the of the Capacity Agreement; and (ii) notify the CM Settlement body of the termination of the Capacity Agreement, and the grounds for its termination. <u>Proposed</u> 6.10.2 (f) The Delivery Body must update the Capacity Register to reflect: <ul style="list-style-type: none"> (i) the issuance of a Termination Notice, Withdrawal Notice and/or an Extension Notice 		

<p>(ii) the termination of a Capacity Agreement, in which case the Delivery Body must notify the CM Settlement Body of the termination of the Capacity Agreement, and the grounds of its termination.</p>
<p>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:</p> <p>As above.</p>
<p>Details of Proposer <i>(please include name, telephone number, email and organisation):</i></p> <p>Pavel Miller, Energy UK, 0207 747 1833, pavel.miller@energy-uk.org.uk</p>