

Proposal for a Capacity Market Rules Change

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Reference number (to be completed by
Ofgem): CP324

Name of Organisation(s) / individual(s):
EMR Delivery Body

Date Submitted:
17 October 2017

Type of Change:

- Amendment
- Addition
- Revoke
- Substitution

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

n/a

Proposal summary (short summary, suitable for published description on our website)

Rule 8.4.6(d) requires an active CMN to be cancelled once the automated system margin calculation in the next 4 hours show no breaches of a 500MW threshold.

For a DCI (Demand Control Instruction) or Low Frequency triggered CMN it is unlikely that the data utilised by the automatic CMN calculation will be updated before the calculation is executed. This means that in all instances we would see such CMNs cancelled either in the same settlement period (SP) or the next SP (depending on when in the SP the CMN is published). Where NGET is issuing individual DCIs across multiple DNOs, the Industry could see CMNs being published, then cancelled and subsequently published again.

The System Operator part of National Grid's business would therefore like consideration to be given to implementing a dead band (1, 1.5 or 2 hours) following the CMN publication when triggered by a DCI or Low Frequency event which would mitigate against the potential confusion and/or lack of confidence in the process.

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

8.4.6(d)

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

Amendment to ensure the Industry remains informed and confident of NGET processes.

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

8.4.6

(d) (i) A Capacity Market Notice will remain in force from the stated time of commencement until such time as an Inadequate System Margin is no longer forecast to arise **unless 8.4.6(ii) applies**, as determined under Rule 8.4.7, at any time within the next four hours.

(ii) A Capacity Market Notice will remain in place for a period of no less than

[1/1.5/2] hours if originally it was issued following either rule 8.4.6(a)(i) or (iii).

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:

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

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