Condition C5: Use of system charging methodology

- 1. The licensee shall, for the purpose of ensuring that the use of system charging methodology achieves the relevant objectives, keep the use of system charging methodology at all times under review.
- 2. The licensee shall, subject to standard condition C10 (Connection and Use of System Code (CUSC)) and in accordance with the relevant provisions of the CUSC, make such modifications of the use of system charging methodology as may be requisite for the purpose of better achieving the relevant objectives.
- 2A. [Not used].
- 3. [Not used].
- 4. [Not used].
- 5. In paragraphs 1 and 2 "the relevant objectives" shall mean the following objectives:
 - (a) that compliance with the use of system charging methodology facilitates effective competition in the generation and supply of electricity and (so far as is consistent therewith) facilitates competition in the sale, distribution and purchase of electricity;
 - (b) that compliance with the use of system charging methodology results in charges which reflect, as far as is reasonably practicable, the costs (excluding any payments between transmission licensees which are made under and in accordance with the STC) incurred by transmission licensees in their transmission businesses and which are compatible with standard condition C26 (Requirements of a connect and manage connection);
 - (c) that, so far as is consistent with sub-paragraphs (a) and (b), the use of system charging methodology, as far as is reasonably practicable, properly takes account of the developments in transmission licensees' transmission businesses; and
 - (d) compliance with the Electricity Regulation and any relevant legally binding decisions of the European Commission and/or the Agency; and-
 - (e) <u>promoting efficiency in the implementation and administration of the system charging methodology.</u>
- 6. [Not used].
- 7. [Not used].
- 8. Nothing in this condition shall impact on the application of special conditions AA5A to AA5E (Revenue restriction provisions).