



## **HOUSEKEEPING AMENDMENT REPORT**

### **CUSC Housekeeping Proposed Amendment**

**CAP108-112**

*The purpose of this report is to assist the Authority in their decision of whether to implement Amendment Proposal CAP108-112*

Amendment Ref	CAP108 -112
Issue	1.0
Date of Issue	18 <sup>th</sup> January 2005
Prepared by	National Grid

**I DOCUMENT CONTROL****a National Grid Document Control**

Version	Date	Author	Change Reference
0.1	12/1/06	National Grid	Draft for internal comment
1.0	18/1/06	National Grid	Formal version for submission to the Authority

**b Document Location**

National Grid Website:

[www.nationalgrid.com/uk/Electricity/Codes/](http://www.nationalgrid.com/uk/Electricity/Codes/)**c Distribution**

Name	Organisation
The Gas and Electricity Markets Authority	Ofgem
CUSC Parties	Various
Panel Members	Various
National Grid Industry Information Website	

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## **1.0 SUMMARY AND RECOMMENDATIONS**

### **Executive Summary**

- 1.1 CAP108 to 112 was raised by National Grid to address a number of minor housekeeping errors, such as spelling errors, incorrect references and change of contact details.

### **Recommendation**

- 1.2 National Grid with the Amendment Panel's support recommends that CAP108-112 be approved for implementation 10 business days after an Authority Decision.

## **2.0 PURPOSE AND INTRODUCTION**

- 2.1 This Amendment Report has been prepared and issued by National Grid under the rules and procedures specified in the Connection and Use of System Code (CUSC) as designated by the Secretary of State.
- 2.2 Further to the submission of Housekeeping Amendment Proposal CAP108-112 (see Annex 2), this document is addressed and furnished to the Gas and Electricity Markets Authority ("the Authority") in order to assist them in their decision whether to implement Housekeeping Amendment Proposal CAP108-112.
- 2.3 CAP108-112 was proposed by National Grid and submitted to the CUSC Amendments Panel for consideration at their meeting on 16<sup>th</sup> December 2005 and the Amendments Panel determined that CAP108-112 was an appropriate Housekeeping Amendment in accordance with CUSC 8.21.2. A draft Amendment Report was issued on the 23<sup>rd</sup> December 2005 for a period of 10 working days. The consultation closed on 11<sup>th</sup> January 2006 and National Grid received one response.
- 2.4 This document outlines the nature of the CUSC changes that are proposed and been prepared in accordance with the terms of the CUSC. An electronic copy can be found on the National Grid website, at [www.nationalgrid.com/uk/Electricity/Codes/](http://www.nationalgrid.com/uk/Electricity/Codes/).

### 3.0 PROPOSED HOUSEKEEPING AMENDMENT

- 3.1 National Grid proposed CAP108-112 to address a number of minor errors within the CUSC falling within the definition of a Housekeeping Amendment.
- 3.2 The following table is a summary of the Amendment Proposals represented by CAP108-112:

	<b>Description of Proposed Amendment</b>	<b>Description of Issue or Defect that Proposed Amendment seeks to Address</b>
CAP108	The reference to section 3 within the CUSC Definition Actual Amount and Notional Amount is incorrect.	CAP108 proposes to amend the incorrect reference from 3.12 to 3.13 with the CUSC Definitions Actual Amount and Notional Amount
CAP109	Correction of a spelling error within the Definition of Qualified Company or Qualifying Company	CAP109 proposes to correct a spelling error of the Company with Definition Qualified Company or Qualifying Company
CAP110	HM Customs and Excise has change its name to HM Revenue and Customs	CAP110 proposes to amend Section 4.3.2.20 to reflect the change of name of HM Customs and Excise to HM Revenue and Customs
CAP111	A number of Exhibits reference the CUSC Panel Secretary, as the contact for the return of certain Application Forms, the actual contact is the Customer Agreements Manager	CAP111 proposes to amend CUSC Exhibit B paragraph 14, Exhibit D paragraph 15, Exhibit F paragraph 9, Exhibit I paragraph 15 and Exhibit Q paragraph 13 to reflect the correct contact details for Application Forms
CAP112	The reference in Section 11.3 CUSC Definition Housekeeping Amendment Report is incorrect.	CAP112 proposes to amend the incorrect reference from 8.22.21 to 8.21.2 .2 CUSC Definition Housekeeping Amendment Report

### 4.0 ASSESSMENT AGAINST APPLICABLE CUSC OBJECTIVES

#### Proposed Amendment

- 4.1 CAP108-112 would better facilitate CUSC Objective (a) the efficient discharge by the Licensee of the obligations imposed upon it by the act and the Transmission Licence, by correcting minor errors within the CUSC, therefore making it clearer and fit for purpose.

### 5.0 PROPOSED IMPLEMENTATION

- 5.1 National Grid proposes CAP108-112 should be implemented 10 business days after an Authority decision because it has no material impact.

## 6.0 IMPACT ON THE CUSC

6.1 The following table summarises the impact of CAP108-112 on the CUSC.

	<b>Impact on CUSC</b>
CAP108	Changes to Section 11.3 – Definitions Actual Amount and Notional Amount
CAP109	Changes to Section 11.3 – Definition Qualified Company
CAP110	Changes to Section 4.3.2.20
CAP111	Changes to CUSC Exhibits B paragraph 14, D paragraph 15, F paragraph 9, I paragraph 15 and Q paragraph 13.
CAP112	Changes to Section 11.3 – Definition Housekeeping Amendment Report

6.2 The text required to give effect to the Proposed Amendment is contained in Annex 1 of this document.

## 7.0 IMPACT ON CUSC PARTIES

7.1 CAP108-112 has no impact upon CUSC Parties, other Industry Documents or Industry computer systems or processes.

## 8.0 VIEWS OF THE AMENDMENTS PANEL AND NATIONAL GRID'S RECOMMENDATION

### Views of the Amendment Panel

8.1 The Amendment Panel agreed that CAP108-112 was a Housekeeping Amendment that should be issued for 10 working days, the Panel also requested National Grid to publish the draft Amendment Report on the 23<sup>rd</sup> December 2005 to ensure CUSC Parties had an opportunity to review the document after the Christmas holiday period.

### National Grid's Recommendation

8.2 National Grid recommends CAP108-112 be implemented and will better facilitate CUSC Objective (a) by correcting minor errors within the CUSC therefore making it clearer and better fit for purpose.

## 9.0 VIEWS AND REPRESENTATIONS

9.1 This Section contains a summary of the views and representations made by consultees during the consultation period in respect of the Proposed Housekeeping Amendment

### Responses to Consultation

9.2 Copies of the representations are attached as Annex 3.

<b>Reference</b>	<b>Company</b>	<b>Supportive</b>	<b>Comments</b>
CAP108-112-CR-01	E.ON UK	Supports the Amendment Proposal	

## ANNEX 1 – PROPOSED LEGAL TEXT TO MODIFY THE CUSC

### CAP108 Legal Text to give effect to the Proposed Amendment

The definitions Actual Amount and Notional Amount within the **CUSC** baseline text shall be amended as follows by inserting text coloured underlined text and deleting the coloured text shown struck through

“**Actual Amount**” as defined in Paragraph 3.1~~2~~3;

“**Notional Amount**” as defined in Paragraph 3.1~~2~~3;

### CAP109 Legal Text to give effect to the Proposed Amendment

The definition “**Qualified Company**” or “**Qualifying Company**” within the **CUSC** baseline text shall be amended as follows by inserting the coloured underlined text and deleting the coloured text shown struck through

“**Qualified Company**” or  
“**Qualifying Company**”

a company which is a public Company or a private company within the meaning of section 1(3) of the Companies Act 1985 and which is either a shareholder of the **User** or any holding company of such shareholder (the expression holding company having the meaning assigned thereto by section 736, Companies Act 1985 as supplemented by section 144(3), Companies Act 1989) and which has throughout the validity period of the **Performance Bond** it gives in favour of **NGC**, a rating of at least A- in Standard and Poor’s long term debt rating or A3 in Moody’s long term debt rating or such lesser rating which **NGC** may in its absolute discretion allow by prior written notice given pursuant to a resolution of its board of directors for such period and on such terms as such resolution may specify provided that such company is not during such validity period put on any credit watch or any similar credit surveillance procedure which gives **NGC** reasonable cause to doubt that such company may not be able to maintain the aforesaid rating throughout the validity period of the **Performance Bond** and no other event has occurred which gives **NGC** reasonable cause to have such doubt;

### CAP110 Legal Text to give effect to the Proposed Amendment

Section 4.3.2.20 within the **CUSC** baseline text shall be amended as follows by inserting the coloured underlined text and deleting the coloured text shown struck through

4.3.2.20 For the purpose of the regulations of HM Revenue and Customs ~~and Exercise~~—as regards self-billing of **Balancing Services** and the submission of **Value Added Tax** invoices, the **User** hereby consents to the operation of a self-billing system by **NGC** with regard to the payment for **Balancing Services** to be provided pursuant to the **CUSC** and the relevant **Balancing Services Agreement** and will at

all times throughout the term of the relevant **Balancing Services Agreement** maintain such consent. The **User** hereby undertakes, as between **NGC** and that **User**, to do (at **NGC**'s cost) all acts and things reasonably necessary to enable **NGC** to comply with the regulations of HM Revenue and Customs ~~and Excise~~ as regards the self-billing of **Balancing Services**.

### **CAP111 Legal Text to give effect to the Proposed Amendment**

Exhibits B, D, F, I and Q within the CUSC baseline text shall be amended as follows by inserting the coloured underlined text and deleting the coloured text shown struck through

#### Exhibit B paragraph 14

Please complete this application form in black print and return it together with a cheque for the appropriate application fee to Customer Agreements Manager ~~CUSC Panel Secretary~~, The National Grid Company plc, Warwick Technology Park, Gallows Hill, Warwick, CV34 6DA (Telephone No. 01926 65 3000).

#### Exhibit D paragraph 15

Please complete this application form in black print and return it together with a cheque for the appropriate application fee to Customer Agreements Manager ~~CUSC Panel Secretary~~, The National Grid Company plc, Warwick Technology Park, Gallows Hill, Warwick, CV34 6DA (Telephone No. 01926 65 3000).

#### Exhibit F paragraph 9

Please complete this application form in black print and return it together with a cheque for the appropriate application fee to Customer Agreements Manager ~~CUSC Panel Secretary~~, The National Grid Company plc, Warwick Technology Park, Gallows Hill, Warwick, CV34 6DA (Telephone No. 01926 65 3000).

#### Exhibit I paragraph 15

Please complete this application form in black print and return it together with a cheque for the appropriate application fee to Customer Agreements Manager ~~CUSC Panel Secretary~~, The National Grid Company plc, Warwick Technology Park, Gallows Hill, Warwick, CV34 6DA (Telephone No. 01926 65 3000).

#### Exhibit Q paragraph 13

Please complete this application form in black print and return it together with a cheque for the appropriate application fee to Customer Agreements Manager ~~CUSC Panel Secretary~~, The National Grid Company plc, Warwick Technology Park, Gallows Hill, Warwick, CV34 6DA (Telephone No. 01926 65 3000).

### **CAP112 Legal Text to give effect to the Proposed Amendment**

The Definition of Housekeeping Amendment Report within the CUSC baseline text shall be amended as follows by inserting the coloured underlined text and deleting the coloured text shown struck through

#### **“Housekeeping Amendment Report”**

the report submitted by **NGC** to the **Authority** in accordance with Paragraph 8. 21.2.222.2.1(b)

## ANNEX 2 – AMENDMENT PROPOSAL FORM

### CUSC Amendment Proposal Form

<b>Details of Proposer:</b> Organisation's Name:	National Grid
<i>Capacity in which the Amendment is being proposed:</i> (i.e. CUSC Party, BSC Party or "energywatch")	CUSC Party*
<b>Details of Proposer's Representative:</b> Name: Organisation: Telephone Number: Email Address:	Emma Carr National Grid 01926 655843 emma.j.carr@uk.ngrid.co.uk
<b>Details of Proposer's Alternate:</b> Name: Organisation: Telephone Number: Email Address:	Guy Phillips National Grid 01926 656339 guy.Phillips@uk.ngrid.co.uk

\* For the avoidance of doubt, National Grid as Proposer of the above Amendments and as a CUSC Party has granted the licence and given the warranty as required by Paragraph 8.15.7 of the CUSC.

### Housekeeping Amendment

The following Proposed Amendments to the CUSC fall within the definition of a Housekeeping Amendment.

National Grid requests the Amendments Panel in accordance with CUSC 8.21.2.1, to treat these Amendment Proposals as Housekeeping Amendments and for the timetable and procedures within CUSC 8.21.2.2 to be followed.



CAP Ref No	Title of Amendment Proposal	Description of Proposed Amendment	Description of Issue or Defect that Proposed Amendment seeks to Address	Impact on the CUSC	Impact on Core Industry Documents	Impact on Computer Systems and Processes used by CUSC Parties	Details of any Related mods to Other Industry Codes	Justification for Proposed Amendment with Reference to the Applicable CUSC Objectives
CAP108	CUSC Definition Actual Amount and Notional Amount reference correction	The reference to section 3 within the CUSC Definition Actual Amount and Notional Amount is incorrect.	CAP108 proposes to amend the incorrect reference from 3.12 to 3.13 with the CUSC Definitions Actual Amount and Notional Amount	Changes to Section 11.3 – Definitions  “Actual Amount” as defined in Paragraph 3.12-3;  “Notional Amount” as defined in Paragraph 3.12-3;	None	None	None	<i>The proposed amendment will aid efficiency in the implementation and discharge of licence objectives by accurately referring to the correct Clause within the CUSC.</i>
CAP109	CUSC Definition Qualified Company or Qualifying Company	Correction of a spelling error within the Definition of Qualified Company or Qualifying Company	CAP109 proposes to correct a spelling error with Definition Qualified Company or Qualifying Company	Changes to Section 11.3 – Definitions  “Qualified Company” or “Qualifying Company” a company which is a public Company or a private company within the meaning of section 1(3) of the Companies Act 1985 and which is either a shareholder of the User or any holding company of such shareholder (the expression holding company having the meaning assigned thereto by section 736, Companies Act 1985 as supplemented by section 144(3), Companies Act 1989) and which has throughout the validity period of the Performance Bond it gives in favour of NGC, a rating of at	None	None	None	The proposed amendment will aid efficiency in the implementation and discharge of licence objectives by correcting a spelling error within the CUSC.

				<p>least A- in Standard and Poor's long term debt rating or A3 in Moody's long term debt rating or such lesser rating which NGC may in its absolute discretion allow by prior written notice given pursuant to a resolution of its board of directors for such period and on such terms as such resolution may specify provided that such company is not during such validity period put on any credit watch or any similar credit surveillance procedure which gives NGC reasonable cause to doubt that such company may not be able to maintain the aforesaid rating throughout the validity period of the Performance Bond and no other event has occurred which gives NGC reasonable cause to have such doubt;</p>				
CAP110	CUSC Section 4.3.2.20 – Reference to HM Customs and Exercise	HM Customs and Excise has change its name to HM Revenue and Customs	CAP110 proposes to amend Section 4.3.2.20 to reflect the change of name of HM Customs and Excise to HM Revenue and Customs	<p>Changes To Section 4.3.2.20</p> <p>4.3.2.20 For the purpose of the regulations of HM <u>Revenue and Customs</u> <del>and Exercise</del> as regards self-billing of Balancing Services and the submission of Value Added Tax invoices, the User hereby consents to the operation of a self-billing system by NGC with regard to the payment for Balancing Services to be provided pursuant to the CUSC and the relevant Balancing Services Agreement and will at all times</p>	None	None	None	The proposed amendment will aid efficiency in the implementation and discharge of licence objectives by correcting referencing HM Revenue and Customs within the CUSC.

				throughout the term of the relevant Balancing Services Agreement maintain such consent. The User hereby undertakes, as between NGC and that User, to do (at NGC's cost) all acts and things reasonably necessary to enable NGC to comply with the regulations of HM Revenue and Customs and <del>Excise</del> as regards the self-billing of Balancing Services.				
CAP111	CUSC Exhibits – Contact update for the return of Application Forms	A number of Exhibits reference the CUSC Panel Secretary, as the contact for the return of certain Application Forms, the actual contact is the Customer Agreements Manager	CAP111 proposes to amend CUSC Exhibit B paragraph 14, Exhibit D paragraph 15, Exhibit F paragraph 9, Exhibit I paragraph 15 and Exhibit Q paragraph 13 to reflect the correct contact details for Application Forms	See Annex 1 for Legal Text Amendments to all 5 CUSC Exhibits	None	None	None	The proposed amendment will aid efficiency in the implementation and discharge of licence objectives by accurately referencing the correct person for Application Forms within the CUSC.
CAP112	CUSC Definition Housekeeping Amendment Report reference correction	The reference in Section 11.3 Definition Housekeeping Amendment Report is incorrect.	CAP112 proposes to amend the incorrect reference from 8.22.21 to 8.21.2.2 CUSC Definition Housekeeping Amendment Report	Changes to Section 11.3 – Definitions  “Housekeeping Amendment Report” the report submitted by NGC to the Authority in accordance with Paragraph 8.21.2.222.2.1(b);	None	None	None	<i>The proposed amendment will aid efficiency in the implementation and discharge of licence objectives by accurately referring to the correct Clause within the CUSC.</i>

Annex 1

CAP112 CUSC Exhibits – Contact update for the return of Application Forms

Proposed Legal text to modify the CUSC

Exhibit B paragraph 14

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Exhibit D paragraph 15

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Exhibit F paragraph 9

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Exhibit Q paragraph 13

Please complete this application form in black print and return it together with a cheque for the appropriate application fee to ~~Customer Agreements Manager CUSC Panel Secretary~~, The National Grid Company plc, Warwick Technology Park, Gallows Hill, Warwick, CV34 6DA (Telephone No. 01926 65 3000).

**ANNEX 3 – REPRESENTATIONS RECEIVED DURING CONSULTATION**

This Annex includes copies of representations received following circulation of the Draft Housekeeping Amendment Report (circulated on 23<sup>rd</sup> December 2005, requesting comments by close of business on 11<sup>th</sup> January 2006).

Representations were received from the following parties:

No.	Company	File Number
1	E.ON UK	CAP108-112-CR-01

Reference	CAP108-112-CR-01
Company	E.ON UK

**From:** Jones, Paul (Energy Wholesale) [mailto:Paul.Jones@eon-uk.com]  
**Sent:** 11 January 2006 14:36  
**To:** MacLeod, Lilian  
**Subject:** CAP108-112

Lilian,

I am responding on behalf of E.ON UK to confirm that we support the above housekeeping amendments.

Kind regards

Paul Jones

Trading Arrangements

E.ON UK