

<b>CUSC Amendment Proposal Form</b>	<b>CAP015</b>
<p><b>Title of Amendment Proposal:</b></p> <p>Changes to remove redundant paragraphs from the CUSC (Note: similar reference to redundant text is being made in the update of the Statement of Use of System Charging Methodology document for April 2002. Furthermore, this Amendment Proposal 'mirrors' CAP014 that dealt with the removal of similar text from Section 3 of the CUSC).</p>	
<p><b>Description of the Proposed Amendment</b> <i>(mandatory by proposer):</i></p> <p>This Amendment proposes the removal of redundant paragraphs and terminology from Section 9 (Interconnectors) of the CUSC. The changes relate to the reconciliation process for Transmission Network Use of System (TNUoS) charges.</p>	
<p><b>Description of Issue or Defect that Proposed Amendment seeks to Address</b> <i>(mandatory by proposer):</i></p> <p>This change to Section 9.10.4 is being proposed to remove the redundant paragraphs and terminology (which distinguish between pre-NETA and post-NETA) that relate to TNUoS Reconciliation process. The attachment provides further detail of the proposed amendments.</p>	
<p><b>Impact on the CUSC</b> <i>(this should be given where possible):</i></p> <p>See attached draft text.</p>	
<p><b>Impact on Core Industry Documentation</b> <i>(this should be given where possible):</i></p> <p>None.</p>	
<p><b>Impact on Computer Systems and Processes used by CUSC Parties</b> <i>(this should be given where possible):</i></p> <p>None.</p>	
<p><b>Details of any Related Modifications to Other Industry Codes</b> <i>(where known):</i></p> <p>Similar reference to redundant text is being made in the update of the Statement of Use of System Charging Methodology document for April 2002. Furthermore, this Amendment Proposal 'mirrors' CAP014 that dealt with the removal of similar text from Section 3 of the CUSC.</p>	
<p><b>Justification for Proposed Amendment with Reference to Applicable CUSC Objectives</b> <i>(mandatory by proposer):</i></p> <p>Improving clarity and removing uncertainty from the CUSC documentation enables National Grid to more easily and efficiently discharge its obligations under the Act and the Transmission Licence and fulfil its obligations to facilitate competition in the generation and supply of electricity.</p>	

<b>Details of Proposer:</b> Organisation's Name:	National Grid
<b>Capacity in which the Amendment is being proposed:</b> (i.e. CUSC Party, BSC Party or "energywatch")	CUSC Party
<b>Details of Proposer's Representative:</b>  Name: Organisation: Telephone Number: Email Address:	Andy Balkwill National Grid 024 7642 3198 <a href="mailto:andy.balkwill@uk.ngrid.com">andy.balkwill@uk.ngrid.com</a>
<b>Details of Representative's Alternate:</b>  Name: Organisation: Telephone Number: Email Address:	Mike Metcalfe National Grid 024 7642 3235 <a href="mailto:michael.metcalfe@uk.ngrid.com">michael.metcalfe@uk.ngrid.com</a>
<b>Attachments (Yes/No):</b> Yes	
<b>If Yes, Title and No. of pages of each Attachment:</b>  Outline of Changes Required (1 Page)	

**Notes:**

Those wishing to propose an Amendment to the CUSC should do so by filling in this "Amendment Proposal Form" that is based on the provisions contained in Section 8.15 of the CUSC. The form seeks to ascertain details about the Amendment Proposal so that the Amendments Panel can determine more clearly whether the proposal should be considered by a Working Group or go straight to wider National Grid Consultation.

The Panel Secretary will check that the form has been completed, in accordance with the requirements of the CUSC, prior to submitting it to the Panel. If the Panel Secretary accepts the Amendment Proposal form as complete, then he will write back to the Proposer informing him of the reference number for the Amendment Proposal and the date on which the Proposal will be considered by the Panel. If, in the opinion of the Panel Secretary, the form fails to provide the information required in the CUSC, then he may reject the Proposal. The Panel Secretary will inform the Proposer of the rejection and report the matter to the Panel at their next meeting. The Panel can reverse the Panel Secretary's decision and if this happens the Panel Secretary will inform the Proposer.

The completed form should be returned to:

Mark Cox  
Panel Secretary  
Commercial Development  
National Grid Company plc  
National Grid House  
Kirby Corner Road  
Coventry, CV4 8JY

Or via e-mail to: [CUSC.Team@uk.ngrid.com](mailto:CUSC.Team@uk.ngrid.com)

(Participants submitting this form by email will need to send a statement to the effect that the proposer acknowledges that on acceptance of the proposal for consideration by the Amendments Panel, a proposer which is not a CUSC Party shall grant a licence in accordance with Paragraph 8.15.7 of the CUSC. A Proposer that is a CUSC Party shall be deemed to have granted this Licence).

## Attachment

### Outline of Changes Required:

- (i) Remove Paragraph 9.10.4.1(a)

*Reason for change: This paragraph is no longer required as it relates to Transmission Network Use of System (TNUoS) charges in each Financial Year ending on or before 31 March 2000. Final reconciliation of 1999/2000 TNUoS Charges has been completed resulting in this paragraph now being redundant.*

- (ii) Combine Paragraphs 9.10.4.1(b) and 9.10.4.1(c) as drafted below and renumber to 9.10.4.1

#### Calculation of Initial Reconciliation

- 9.10.4.1 On or before 30 June in each **Financial Year**, **NGC** shall promptly calculate in accordance with the **Statement of the Use of System Charging Methodology** and the **Statement of Use of System Charges** the **Demand** related or generation related **Transmission Network Use of System Charges** (as the case may be) that would have been payable by the **User** during each month during the preceding **Financial Year (Actual Amount)**. **NGC** shall then compare the **Actual Amount** with the amount of **Demand** related or generation related **Transmission Network Use of System Charges** (as the case may be) paid during each month during the preceding **Financial Year** by the **User** (the "**Notional Amount**").

*Reason for change: No distinction between pre-NETA and post-NETA reconciliation required.*

- (iii) Modify Paragraphs 9.10.4.2 and 9.10.4.4 as drafted below:

#### Generation Reconciliation

- 9.10.4.2 As soon as reasonably practicable and in any event by 31 March in each **Financial Year** **NGC** shall prepare a generation reconciliation statement (the "**Generation Reconciliation Statement**") in respect of generation related **Transmission Network Use of System Charges** and send it to the **User**. Such statement shall specify the **Actual Amount** and the **Notional Amount** of generation related **Transmission Network Use of System Charges** for each month during the relevant **Financial Year** and, in reasonable detail, the information from which such amounts were derived and the manner in which they were calculated.

#### Initial Demand Reconciliation Statement

- 9.10.4.4 As soon as reasonably practicable and in any event by 30 June in each **Financial Year** **NGC** shall then prepare an initial **Demand** reconciliation statement (the "**Initial Demand Reconciliation Statement**") in respect of **Demand** related **Transmission Network Use of System Charges** and send it to the **User**. Such statement shall specify the **Actual Amount** and the **Notional Amount** of **Demand** related **Transmission Network Use of System Charges** for each month during the relevant **Financial Year** and, in reasonable detail, the information from which such amounts were derived and the manner in which they were calculated.

*Reason for change: Remove redundant references to 'Notional Amount A' and 'Actual Amount A' that relate to charges in each Financial Year ending on or before 31 March 2000. Change all instances of 'Notional Amount B' to 'Notional Amount' and change all instances of 'Actual Amount B' to 'Actual Amount'.*

- (iv) Amend definitions in Section 11 as necessary.