

P278 – PROPOSED LEGAL TEXT

SECTION T : SETTLEMENT AND TRADING CHARGES (Version 20)

Amend paragraph 2.3.1 to read as follows:

2.3 Determination of the Transmission Loss Multipliers

2.3.1 In respect of each Settlement Period, for each BM Unit other than Interconnector BM Units, the Transmission Loss Multiplier shall be calculated as follows:

- (a) for all BM Units belonging to Trading Units which in the Settlement Period are delivering Trading Units:

$$TLM_{ij} = 1 + TLF_{ij} + TLMO^+_{ij}$$

- (b) for all BM Units belonging to Trading Units which in the Settlement Period are offtaking Trading Units:

$$TLM_{ij} = 1 + TLF_{ij} + TLMO^-_{ij}$$

where:

$$TLMO^+_{ij} = \frac{\{\alpha(\Sigma^+ QM_{ij} + \Sigma^- QM_{ij}) + \Sigma^+ (QM_{ij} * TLF_{ij})\}}{\Sigma^+ QM_{ij}}; \text{ and}$$

$$TLMO^-_{ij} = \frac{\{(\alpha - 1)(\Sigma^+ QM_{ij} + \Sigma^- QM_{ij}) - \Sigma^- (QM_{ij} * TLF_{ij})\}}{\Sigma^- QM_{ij}}; \text{ and}$$

$$TLMO^+_{ij} = \frac{\{\alpha(\Sigma^+ QM_{ij} + \Sigma^- QM_{ij}) + \Sigma^+_{(non-I)} (QM_{ij} * TLF_{ij})\}}{\Sigma^+_{(non-I)} QM_{ij}};$$

$$TLMO^-_{ij} = \frac{\{(\alpha - 1)(\Sigma^+ QM_{ij} + \Sigma^- QM_{ij}) - \Sigma^-_{(non-I)} (QM_{ij} * TLF_{ij})\}}{\Sigma^-_{(non-I)} QM_{ij}};$$

Σ^+ represents the sum over all BM Units belonging to Trading Units that are delivering Trading Units in the Settlement Period;

Σ^- represents the sum over all BM Units belonging to Trading Units that are offtaking Trading Units in the Settlement Period;

$\Sigma^+_{(non-I)}$ represents the sum over all BM Units other than Interconnector BM Units belonging to Trading Units that are delivering Trading Units in the Settlement Period; and

$\Sigma^-_{(non-I)}$ represents the sum over all BM Units other than Interconnector BM Units belonging to Trading Units that are offtaking Trading Units in the Settlement Period.

Insert new paragraph 2.3.2 to read as follows:

2.3.2 In respect of each Settlement Period, for each Interconnector BM Unit, the Transmission Loss Multiplier shall be calculated as follows:

$$TLM_{ij} = 1$$

irrespective of whether the Interconnector BM Unit belongs to a delivering or offtaking Trading Unit in the Settlement Period.