

Proposed BPS Modification

Changes required to the Balancing Principles Statement to incorporate ‘Beyond the Wall’

PART C

Paragraph 2

Having regard to information provided to us by BSC Parties (including their forecast levels of electricity demand and availability **and dynamics** of generation ~~capacity~~) and to the

Paragraph 2(a)(i)

BM Unit availability, ~~and~~ flexibility, **costs and submitted dynamics**

PART E

Step 6 **New (iv)**

where BOAs may extend beyond the wall, those Bid / Offer prices associated with all BOA timescales, PNs and dynamics for the BMU

All subsequent steps renumbered.

New Section

PART C

Paragraph 8

Beyond the Wall Actions

On occasion, National Grid will issue BOAs that extend to the end of the current BM window ('the wall'). On these occasions, National Grid will continue to issue BOAs beyond the wall to return the BMU to the PN level it was at prior to the original BOA being issued (subject to no change in the prevailing BMU data). Further detail of this circumstance is provided below.

At a suitable time, National Grid will assess the various factors that affect system conditions. This may lead to a requirement for a continuing increase or decrease in BMU output some time in the future beyond the end of the current Balancing Mechanism period ('beyond the wall'). BMU dynamics, system conditions and special circumstances may require National Grid to indicate that the BOA issued will extend to periods beyond the wall.

The intention to extend the BOA "beyond the wall" will be communicated to the BMU in cases where a current BOA has been issued to that BMU that extends up to the end of the current Balancing Mechanism period ('the wall').

Beyond the wall actions will be taken on BMU specific basis, taking into account the following data:

- indicative Physical Notifications
- dynamic data
- indicative Bid/Offer prices
- export and import limits
- location of BMU
- reactive capability
- frequency response performance
- previous out of gate instruction performance
- system conditions
- predicted weather conditions
- ancillary service contracts

The intention to issue a BOA "beyond the wall" will be based on the submitted dynamic and price data. It is assumed that all dynamics and prices remain as submitted for the duration of the instruction, including those for periods outside the balancing window.

This intention to issue a BOA will be translated into a physical BOA after the start of each applicable gate closure period. Prior to the BOA being issued, all BMU data will be checked against that agreed during the initial assessment. Any changes made from the data used during the initial assessment will lead to a reassessment of the requirement.

Cancelling of BOAs that extend beyond the wall

The unwinding of BOAs that extend beyond the wall will be in line that of standard Bid/Offer acceptances.

