

P235 Transmission Company Analysis and Impact Assessment – Response Form

In accordance with paragraph F2.8 of the Code, please respond to the following questions concerning P235 (including the rationale for each response):

Q	Question	Response
1	Please outline any impact of the Proposed Modification (and, if applicable, any Alternative Modification) on the ability of the Transmission Company to discharge its obligations efficiently under the Transmission Licence and on its ability to operate an efficient, economical and co-ordinated transmission system.	National Grid believes this modification will have no impact upon our ability to operate in an efficient, economic and co-ordinated manner.
2	Please outline the views and rationale of the Transmission Company as to whether the Proposed Modification (and, if applicable, any Alternative Modification) would better facilitate achievement of the Applicable BSC Objectives.	National Grid agrees with the views of the modification group that both the proposed and the alternative modifications better facilitate achievement of Applicable BSC Objectives (c) and (d). The modification represents the common practice for the calculation of interest and therefore adheres to the principle of Reconciliation.
3	Please outline the impact of the Proposed Modification (and, if applicable, any Alternative Modification) on the computer systems and processes of the Transmission Company, including details of any changes to such systems and processes that would be required as a result of the implementation of the Proposed Modification (and, if applicable, any Alternative Modification).	As this modification will impact the FAA systems and parties who utilise consequential outputs, National Grid believes this modification will have no impact upon our systems and processes.
4	Please outline any potential issues relating to the security of supply arising from the Proposed Modification (and, if applicable, any Alternative Modification).	National Grid does not believe that this type of financial matter will have an impact upon the physical requirement to balance the system. Therefore there is no security of supply issue arise of this modification.
5	Please provide an estimate of the development, capital and operating costs (broken down in reasonable detail) which the Transmission Company anticipates that it would incur in, and as a result of, implementing the Proposed Modification (and, if applicable, any Alternative Modification).	-

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Q	Question	Response
6	Please provide details of any consequential changes to Core Industry Documents and/or the System Operator Transmission Owner Code that would be required as a result of the implementation of the Proposed Modification (and, if applicable, any Alternative Modification).	-
7	Any other comments on the Proposed Modification (and Alternative Modification if applicable).	-

Please send your responses by **12 noon** on **Thursday 30 April 2009** to <u>modifications@elexon.co.uk</u>.

Any queries regarding the analysis should be addressed to Kathryn Coffin on 020 7380 4030, email address kathryn.coffin@elexon.co.uk.