



## Modification Circular

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**To** BSC Change Administrators (BCAs) / Party  
Agent Change Administrators (PACAs) /  
Core Industry Document Owners

**No.** MC00084

**From** ELEXON Modifications

**Date** 10 May 2004

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### **P157 'Replacement of current Supplier Charges rules':** **Detailed Level Impact Assessment**

Modification Proposal P157 'Replacement of current Supplier Charges rules', (P157), was raised on 5 January 2004 by EDF Energy. P157 proposes to replace the current Supplier Charges rules in Annex S-1 of the Code with a clear and readily understood set of rules should assist with the drive to improve the quality of data entering Settlement.

The latest BSC Audit has been qualified and it is the Proposer's view that a major contributory factor to this was the level of poor data quality in Supplier Volume Allocation especially within the Non Half Hourly (NHH) sector. Supplier Charges are intended to be a corrective technique but the recent work of the VASMG on Issue 6 has raised serious concerns over the appropriateness of the current rules and their effectiveness as a corrective technique.

More information can be found in the attached Requirements Specification and Consultation Document.

#### **Detailed Level Impact Assessment**

Parties, Party Agents and Core Industry Document Owners are requested to review the attached Requirements Specification and respond to the questions included in the response form attached to this circular. Responses are required by **5pm on Friday 21 May 2004**.

In particular, small Parties are invited to provide views as to any of the changes proposed under P157.

Please let me know as soon as possible if you are unable to meet this deadline, as it may not be possible for the Modification Group to consider late responses. No response to this circular will be taken to mean that your organisation is not impacted by the proposed changes.

If you have any queries please contact the ELEXON Helpdesk on 020 7380 4222 or email [helpdesk@elexon.co.uk](mailto:helpdesk@elexon.co.uk).

Kind Regards

**Change Planning**

# Modification Circular

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Attachments:

- P157: Requirements Specification.

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**PLEASE RETURN BY 5pm on Friday 21 May 2004**

**To: ELEXON Modifications**

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Fax: 020 7380 4360

Email: [modifications@elexon.co.uk](mailto:modifications@elexon.co.uk)

**MC00084: Detailed Level Impact Assessment of P157**

Please provide responses to the following questions:

Would the Proposed Modification, as outlined in the attached Requirements Specification, impact your organisation. **Yes, in terms of business impact and cost, Very little in terms of impact on actual systems and procedures.**

2. If yes, please provide a description of the impact, any costs incurred, and the implementation timescale required: **It will a business impact because we do not believe that it will achieve what it sets out to achieve, and therefore may cost us money in terms of both Supplier Charges, and administrative effort.**

3. Any other comments: **We believe that the re-distribution rules as proposed will not provide the incentives that are at the heart of this modification, and may produce anomalies in operation very similar to the present arrangements. There will therefore be greater uncertainty and variability in the net amounts of supplier charges due, which the modification sought to address. We do not believe that this mod as it stands produces the effects intended, or meets the BSC Objectives in terms of Promoting Competition or Accuracy/Efficiency.**

**Name: Sue Macklin**

**Organisation: Scottish and Southern Energy; Southern Electric; Keadby Generation Ltd; and SSE Energy Supply Ltd.**

**BCA/PACA:**

(delete as appropriate)

**Email Address: [sue.macklin@scottish-southern.co.uk](mailto:sue.macklin@scottish-southern.co.uk)**

**Phone No: 01256 304123**



**MC00084: DLIA of P157 "Replacement of current Supplier Charges rules"**

Please provide responses to the following questions:

1. Would the Proposed Modification, as outlined in the attached Requirements Specification, impact your organisation?

*No*

2. If yes, please provide a description of the impact, any costs incurred, and the implementation timescale required:

3. Any other comments:

*Providing further consideration is given to our comments on answer 4a of the consultation questionnaire, in that further work needs to be done to identify the true impact of redistribution of funds on all parties.*

Name: **John W Russell**

BCA/PACA\* **BCA**

Organisation: **SAIC Ltd.**

Response provided on behalf of:

**Scottish Power UK plc**  
**ScottishPower Energy Management Ltd.**  
**ScottishPower Generation Ltd.**  
**ScottishPower Energy Retail Ltd.**  
**SP Manweb plc.**  
**SP Transmission Ltd.**

Date: **21<sup>st</sup> May 2004**



**MC00084: Detailed Level Impact Assessment of P157**

Please provide responses to the following questions:

4. Would the Proposed Modification, as outlined in the attached Requirements Specification, impact your organisation? Yes
5. If yes, please provide a description of the impact, any costs incurred, and the implementation timescale required:
6. Any other comments: It would be inappropriate to formulate any detailed response to this document at this point. The VAMSG have launched a consultation process to which industry participants are due to respond to today; it would appear that participants are far from agreed as to what form supplier charges should take and as such it is not possible for us to formulate an accurate impact assessment on our systems and processes.

Name: Edward Coleman \_\_\_\_\_

BCA\* \_\_\_\_\_

Organisation: \_Powergen\_\_\_\_\_

Date: \_21/05/04\_\_\_\_\_



**MC00084: Detailed Level Impact Assessment of P157**

Please provide responses to the following questions:

7. Would the Proposed Modification, as outlined in the attached Requirements Specification, impact your organisation? No\*
8. If yes, please provide a description of the impact, any costs incurred, and the implementation timescale required:
9. Any other comments:

While as SMRA Party Agent this proposed modification has no system impact – the issue of data quality in Settlements and data provided “Particularly energisation notifications” impacts on DUoS and potentially the volume of work for MPAS / SMRA especially where manual retrospective changes become necessary – For these reasons we support the modification

Name: Tony Harris\_\_\_\_\_

PACA EDF Energy NETWORKS / SMRA\_\_\_\_\_

Organisation: EDF ENERGY\_\_\_\_\_

Date: 18/5/04\_\_\_\_\_