DRAFT LEGAL TEXT FOR ALTERNATIVE MODIFICATION P361

SECTION D: BSC COST RECOVERY AND PARTICIPATION CHARGES (V19.0)

4.4   Reconciliation

Insert new paragraph 4.4.7 to read as follows:

4.4.7   In respect of Modification Proposal P361:

(a)   for the purposes of this paragraph 4.4.7, the day next following date on which the Authority issued a notice of modification to the Transmission Company in respect of Modification Proposal P361 shall be the "**P361 Reconciliation Date**";

(b)   as soon as practically possible after the P361 Implementation Date, BSCCo shall determine, in accordance with paragraph (c), an adjustment to the amounts paid to or payable by each Party by way of BSCCo Charges;

(c)   the adjustment referred to in paragraph (b) shall be determined so as to reconcile the difference between:

(i)   the amounts already paid to or payable by each Party by way of BSCCo Charges in relation to the period commencing on the P361 Reconciliation Date and ending on day immediately prior to the P361 Implementation Date; and

(ii)   the amounts that would have been payable by each Party over the same period had Modification Proposal P361 been in effect from the P361 Reconciliation Date;

(d)   BSCCo shall send an invoice to Parties in respect of the reconciliation amounts determined pursuant to paragraph 4.4.7(c) (and where such amounts are not included in an invoice to be sent to Parties pursuant to paragraph 4.5.1 then, in respect of such invoice, the provisions of paragraph 4.5 shall apply mutatis mutandis);

(e)   subject to paragraph 4.4.5, BSCCo's determination of the reconciliation amounts shall be final and binding.

Amend Part 1 of Annex D-1 to read as follows:

ANNEX D-1: FUNDING SHARES

Part 1 – Main Funding Shares

A Trading Party's Main Funding Share (FSM_{pm}) in relation to a month (month 'm') reflects its proportionate share of aggregate Credited Energy Volumes for that month and shall be determined as follows:

$$FSM_{pm} = \tfrac{1}{2} * \{ {}^P\Sigma^+_{(non\text{-}I)} (QCE_{iaj}) + {}^P\Sigma^-_{(non\text{-}I)} (- QCE_{iaj}) \} / \Sigma_p \{ {}^P\Sigma^+_{(non\text{-}I)} (QCE_{iaj}) + {}^P\Sigma^-_{(non\text{-}I)} (- QCE_{iaj}) \}$$

$$+ \tfrac{1}{2} * \{ {}^C\Sigma^+_{(non\text{-}I)} (QCE_{iaj}) + {}^C\Sigma^-_{(non\text{-}I)} (-QCE_{iaj}) \} / \Sigma_p \{ {}^C\Sigma^+_{(non\text{-}I)} (QCE_{iaj}) + {}^C\Sigma^-_{(non\text{-}I)} (-QCE_{iaj}) \}$$

where:

$^P\Sigma^+_{(\text{non-I})}$ represents, for the Production Energy Account a belonging to Party p, a sum over each Settlement Period in month m and each BM Unit that is not an Interconnector BM Unit, where the Trading Unit to which the BM Unit belongs is delivering in the Settlement Period j.

$^P\Sigma^-_{(\text{non-I})}$ represents, for the Production Energy Account a belonging to Party p, a sum over each Settlement Period in month m and each BM Unit that is not an Interconnector BM Unit, where the Trading Unit to which the BM Unit belongs is offtaking in the Settlement Period j.

$^C\Sigma^+_{(\text{non-I})}$ represents, for the Consumption Energy Account a belonging to Party p, a sum over each Settlement Period in month m and each BM Unit that is not an Interconnector BM Unit, where the Trading Unit to which the BM Unit belongs is delivering in the Settlement Period j.

$^C\Sigma^-_{(\text{non-I})}$ represents, for the Consumption Energy Account a belonging to Party p, a sum over each Settlement Period in month m and each BM Unit that is not an Interconnector BM Unit, where the Trading Unit to which the BM Unit belongs is offtaking in the Settlement Period j.

Σ_p represents the sum over all Trading Parties p;

and where delivering and offtaking are construed in accordance with Section T2.1.1.

Amend Part 3 of Annex D-1 to read as follows:

Part 3 – SVA (Production) Funding Shares

A Trading Party's SVA (Production) Funding Share ($FSPS_{pm}$) in relation to a month (month 'm') reflects its proportionate share of aggregate Credited Energy Volumes for Production BM Units for that month and shall be determined as follows:

$$FSPS_{pm} = -\{ {}^P\Sigma^+_{(\text{non-I})}\, (QCE_{iaj}) + {}^P\Sigma^-_{(\text{non-I})}\, (-QCE_{iaj}) \} \, / \, \Sigma_p \{ {}^P\Sigma^+_{(\text{non-I})}\, (QCE_{iaj}) + {}^P\Sigma^-_{(\text{non-I})}\, (-QCE_{iaj}) \}$$

where the summations are the same as in Part 1.