

# HEADLINE REPORT

---

**MEETING NAME** BSC Panel

---

**Meeting number** 285B

**Date of meeting** 21 December 2018

**Purpose of paper** For information

**Classification** Public

**Synopsis** This report sets out the headlines and key decisions of the most recent BSC Panel meeting.

---

## MODIFICATION AND CHANGE BUSINESS (OPEN SESSION)

---

### 1. P378 'Introduction of a CM Supplier Interim Charge - (285B/01)

1.1 [P378](#) proposes to use the BSC to introduce a Capacity Mechanism Supplier Interim Charge for Suppliers with effect from 1 January 2019. This will act as a contingency fund to protect the industry, and customers, from a price shock in the event that the CM standstill is lifted and back-payments are required to be made. The Modification solution is based on the recommendations of [Issue 76 'Using the BSC to support Suppliers and the Capacity Market Arrangements'](#).

1.2 The BSC Panel:

- a) **RECOMMENDED** to the Authority that P378 should be treated as an Urgent Modification Proposal;
- b) **AGREED** the Urgent P378 progression timetable for recommendation to the Authority;
- c) **AGREED** that P378:
  - o **DOES** better facilitate Applicable BSC Objective (b);
  - o **DOES** better facilitate Applicable BSC Objective (c);
  - o **DOES** better facilitate Applicable BSC Objective (d); and
  - o **DOES** better facilitate Applicable BSC Objective (f);
- d) **AGREED** an initial recommendation that P378 should be approved;
- e) **AGREED** an initial Implementation Date of:
  - o 5WD following the Authority's decision;
- f) **AGREED** an initial recommendation that P378 should not be treated as a Self-Governance Modification Proposal;
- g) **AGREED** that the Urgent Modification procedure should allow an Alternative solution to be put forward if the Panel so desires.
- h) **NOTED** that ELEXON will issue the P378 Draft Modification Report (including the draft BSC legal text) for at least a 10 WD consultation and will present the results to the Panel at a Panel meeting on or around 28 January 2019.