

**SECTION K: Classification and Registration of Metering Systems and BM Units (Version 33)**

**1.5 Exemptable Generating Plant**

*Amend paragraph 1.5.1 to read as follows:*

1.5.1 Where any Party which is or is to be responsible for any Generating Plant intends to effect any registration (other than the making of an election as referred to in paragraph 1.2.2(a)(ii)(2) in the case of an SVA Metering System) or take any other step in pursuance of any provision of this Section K which applies by reason of that Generating Plant being Exemptable, ~~subject to paragraph 1.5.7,~~ that Party shall first provide to BSCCo:

(a) subject to paragraph 1.5.7, details of the Generating Plant and the reasons for which the Party believes the Generating Plant to be Exemptable; ~~and~~

(b) in accordance with paragraph 3.5.5, the P/C Status that the Lead Party elects for each BM Unit that comprises such Generating Plant should the Generating Plant be determined to be Exemptable.

**3.5 Trading Units and Production and Consumption BM Units**

3.5.1 A BM Unit shall be classified as a "Production" or a "Consumption" BM Unit (the applicable such classification at any time being referred to as the "**P/C Status**" of a BM Unit).

3.5.2 Subject to paragraph 3.5.4, 3.5.5 and 3.5.6, a BM Unit shall be a Production BM Unit where it belongs to a Trading Unit for which the sum of the Relevant Capacities, for all BM Units which belong to that Trading Unit, is positive and greater than zero; and otherwise shall be a Consumption BM Unit.

3.5.3 The P/C Status of a BM Unit shall be redetermined on each occasion on which:

- (a) the BM Unit joins or leaves a Trading Unit;
- (b) another BM Unit joins or leaves the Trading Unit to which the BM Unit belongs; or
- (c) there is any change in the Demand Capacity or Generation Capacity of any of the BM Units which belong to that Trading Unit.

3.5.4 In accordance with paragraph 5, the P/C Status of an Interconnector BM Unit will not change at any time.

*Amend paragraph 3.5.5 to read as follows:*

3.5.5 In the case of an Exempt Export BM Unit, irrespective of the Trading Unit to which the BM Unit belongs, the Lead Party ~~may from time to time shall~~ elect, by notice to BSCCo and the CRA in accordance with BSCP15, whether the P/C Status of the BM Unit is to be Production or Consumption, ~~provided that:~~

(a) upon notification to BSCCo pursuant to paragraph 1.5.1 that the Generating Plant which is comprised by the relevant BM Unit is Exemptable; and

(b) from time to time should the Lead Party wish to change its P/C Status election for the Exempt Export BM Unit

(a) no such election shall be effective until 28 days (or if later the effective date requested by the Lead Party) after such notice was given to BSCCo and the CRA;

(b) in the absence of such an election, the P/C Status of the BM Unit shall be determined in accordance with paragraph 3.5.2.

*Insert new paragraph 3.5.5A to read as follows:*

3.5.5A BSCCo and the CRA shall ensure that an Exempt Export BM Unit has in effect at all times a P/C Status elected by the Lead Party.

3.5.6 For so long as a Supplier fails to comply with paragraph 3.4.2(a), each Base BM Unit and each Additional BM Unit of that Supplier shall automatically be Consumption BM Units.

*Insert new paragraph 3.5.7 to read as follows:*

3.5.7 Paragraph 3.5.5 shall have retrospective effect to the extent that the Lead Party (and/or a former Lead Party) for a BM Unit which at any time between 1 March 2010 and the Relevant Implementation Date:

(a) was an Exempt Export BM Unit; and

(b) did not have in effect a P/C Status elected by itself as the then Lead Party.

shall notify to BSCCo and the CRA within 30 days of the Relevant Implementation Date a single retrospective P/C Status election for the BM Unit, and this election shall be effective for all periods between 1 March 2010 and the Relevant Implementation Date that both conditions (a) and (b) applied.

*Insert new paragraph 3.5.8 to read as follows:*

3.5.8 Adjustments to Trading Charges pursuant to paragraph 3.5.7 shall be made:

(a) in the next Settlement Run relating to the relevant Settlement Day where an adjustment is identified before the Final Reconciliation Settlement Run; or

(b) by a Post-Final Settlement Run where an adjustment is not identified until after the Final Reconciliation Settlement Run has been completed.