

TERMS OF REFERENCE
(Version 1.0)

APPENDIX FOR MODIFICATION PROPOSAL P231

Modification Proposal P231 will be considered by the P231 Modification Group; formed from the Settlement Standing Modification Group (SSMG) and Governance Standing Modification Group (GSMG), in accordance with the Standing Modification Group's respective Terms of Reference and this Appendix.

P231 'Black Start and Fuel Security Procedures under the Balancing and Settlement Code (BSC)'

1. ASSESSMENT PROCEDURE

- 1.1 The Modification Group will carry out an Assessment Procedure in respect of Modification Proposal P231 in accordance with Section F2.6 of the Code.
- 1.2 The Modification Group will produce an Assessment Report for consideration at the BSC Panel Meeting on 09 April 2009.
- 1.3 The Modification Group shall consider and/or include in the Assessment Report as appropriate:
 - Consider the revised processes relating to:
 - Commencement and cessation of a Black Start/FSC event including the role of the BSC Panel;
 - BSCCo communication of Black Start/FSC events;
 - Issuing of information from ECVAAs;
 - Submission of BMU data to National Grid by 10 hours before market re-start;
 - Transmission Company decision as to whether market operations can resume one hour prior to market re-start; and
 - Whether there are any other requirements to ensure a smooth return to normal market operations.
 - Determine whether all the additional information introduced by P231 will be in the BSC or whether a (new) BSCP is required to detail certain procedures. ELEXON has drafted a legal requirements matrix of the anticipated changes (see Appendix 4);
 - Consider if further clarity is required for the communications processes. This will include notification of Black Start periods from the BSC Panel/BSCCo and National Grid to the wider industry;
 - Describe the benefits of P231;
 - Identify any impacts on ECVAAs and credit checking/ credit default processes;
 - Identify any consequential impacts on the Grid Code;
 - Establish if it is necessary to define what information ELEXON will provide to enable a decision to be made regarding market stability and re-starting market operations; and
 - The Group should also be mindful of the conclusions arising from P232.