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To EMR Circular List

From EMR Settlement Limited

Purpose For Information

BSC Changes Implemented to Support Energy Intensive Industry Policy for CFD

This circular informs you that Balancing and Settlement Code (BSC) changes ([ORD006](#)) to support the Government's Energy Intensive Industry (EII) policy have been implemented as part of the June 2015 Release. These changes were directed by the Secretary of State on 1 April 2015.

The BSC changes support [The Electricity Supplier Obligations \(Amendment & Excluded Electricity\) Regulations 2015](#) that came into force on 1 April 2015 to, amongst other things, introduce the EII and green excluded electricity policy.

- The EII policy is designed to exempt eligible EIIs from a proportion of CFD payments. The earliest the EII exemptions can apply will be the 1 October 2015.
- Green excluded electricity policy is designed to exempt eligible imported renewable electricity from contributing to the costs of CFDs, specifically a Supplier's CFD period contribution.

We've communicated about these topics previously via circulars and the most recent being [EMRC45](#) and [EMRC41](#).

Who does this impact?

The Electricity Supplier Obligations (Amendment & Excluded Electricity) Regulations 2015 places obligations on Suppliers.

The changes to the BSC and the DTC will impact:

- Suppliers
- Half Hourly Data Aggregators

This will also be of interest to EIIs.

What changes will be implemented to the BSC for EII?

These are the BSC Sections and Code Subsidiary Documents (CSDs) impacted:

- Section F – Modification Procedures
- Section K – Classification and Registration of Metering Systems and BM Units
- Section S – Supplier Volume Allocation
- Section X – Annex X-1 – General Glossary
- BSCP503: Half Hourly Data Aggregation for SVA Metering Systems Registered in SMRS

You can find the redlined BSC changes for DECC's EII policy on the [ELEXON website](#).

CIRCULAR

What supporting guidance is available to Suppliers and HHDA's on how the BSC processes operate?

We've updated our Frequently Asked Questions (FAQs) document on 'HHDA Metering Solutions for EMR' to provide guidance how this process operates. This guidance document is available on the [ELEXON Guidance Note webpage](#), within the Supplier and Supplier Agent section.

For those Suppliers who may have EII customers, we would like to draw attention to question 17 in the FAQs. This provides further guidance on how Suppliers can provide the D0355 details to EMRS in accordance with BSCP503 3.6.5.

What are the next steps?

We'll provide updates on these next steps via subsequent circulars.

- Publish a new version of WP25 – EMR Aggregation Rules. This will provide further details for Suppliers on how the exemption will be applied.
- [Low Carbon Contracts Company](#) (LCCC) will publish before 1 October 2015 the relevant arrangements.

The earliest the EII exemptions will apply is 1 October 2015.

Where can I get more information?

If you have any further questions about this circular, please email contact@emrsettlement.co.uk. Find out more about our role in EMR on the [EMR Settlement website](#).