

AMENDMENT REPORT

STC Proposed Amendment CA037

New Schedule of STC Parties

The purpose of this report is to assist the Authority in their decision of whether to implement Amendment Proposal CA037

Amendment Ref	CA037
Issue	2.0
Date of Issue	12 th August 2010
Prepared by	STC Committee

I DOCUMENT CONTROL**a STC Document Control**

Version	Date	Author	Change Reference
0.1	03/06/10	STC Committee	Draft for STC Committee
1.0	23/06/10	STC Committee	Draft for industry Consultation
2.0	27/07/10	STC Committee	Formal version for submission to Authority
2.1	12/08/10	STC Committee	Amended Formal version for submission to Authority

b Document Location

Nation Grid Website:

<http://www.nationalgrid.com/uk/Electricity/Codes/sotocode/>

c Distribution

Name	Organisation
The Gas and Electricity Markets Authority	Ofgem
STC Parties	Various
Interested Parties	Various
Core Industry Document Owners	Various
National Grid Industry Information Website	

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1.0 SUMMARY AND RECOMMENDATION

- 1.1 STC Amendment Proposal CA037 proposes to include 'Schedule A' to the STC. Schedule A will be a list of names, addresses and company registration numbers of all STC parties.
- 1.2 STC Amendment Proposal CA037 was proposed by NGET and submitted for consideration to the STC Committee meeting on 25th May 2010.
- 1.3 The STC Committee has discussed the Proposed Amendment CA037 and has recommended that it proceeds to the Assessment and Report Phase.

STC Committee Recommendation

- 1.4 The STC Committee recommends that STC Amendment Proposal CA037 to be approved for implementation.
- 1.5 Should the Authority approve STC Amendment Proposal CA037, it is recommended that the STC be modified 5 days after the Authority decision.

2.0 PURPOSE AND SCOPE OF THE REPORT

- 2.1 This Amendment Report has been prepared and issued by the STC Committee under the rules and procedures specified in the System Operator – Transmission Owner Code.
- 2.2 As a result of the proposed offshore transmission regime which went active on 24th June 2009, a new category of STC Party has been created, namely an Offshore Transmission Owner (OFTO). There are no OFTOs at the time of writing this Amendment Report as no Offshore Transmission Licences have yet been granted by DECC. However, OFTOs are expected to accede to the STC in the next few weeks.
- 2.3 The STC currently does not show which companies are party to it and this Amendment Proposal seeks to rectify this.
- 2.4 Further to the submission of Amendment Proposal CA037 (see Annex 1) this document is addressed and furnished to persons who have a relevant interest in the Proposed Amendment and invites views upon the Amendment Proposal CA037.
- 2.5 This document outlines the nature of the STC changes that are proposed. It incorporates the STC's parties's recommendations to the Authority concerning the Amendment.
- 2.6 This Amendment Report has been prepared in accordance with the terms of the STC. An electronic copy can be found on the National Grid website, at <http://www.nationalgrid.com/uk/Electricity/Codes/sotocode/>.

3.0 THE PROPOSED AMENDMENT

- 3.1 The proposed amendment seeks to include a new 'Schedule A' to the STC. The new Schedule A will contain a list of all STC parties and their contact details.
- 3.2 Schedule A will allow for easy collaboration and communication between parties and anyone interested in contacting the STC parties. As the number of Offshore Transmission Owners increases, it will be important to have a list of all registered parties.

4.0 ALTERNATIVE AMENDMENTS

- 4.1 No Alternative Amendments to CA037 were submitted.

5.0 EVALUATION PHASE

- 5.1 The STC Committee considered that CA037 should be referred directly to the Assessment and Report Phase, and that the Evaluation Phase was not therefore required.

6.0 STC PARTIES' ASSESSMENTS

- 6.1 This section contains a summary of the views and representations made by STC Parties during the Assessment Phase in respect of the Proposed Amendments, in accordance with Schedule A, the STC Table of contents and Section B, Paragraph 4.4.2 of the STC.

National Grid View

- 6.2 National Grid is supportive of Amendment Proposal CA037, and has carried out an Assessment of the Proposed Amendment.
- 6.3 The implementation of CA037 would not have any physical impact on National Grid's Transmission System or require changes to the IS Systems. No additional works or monies would be required to implement the proposed change.

Scottish Hydro-Electric Transmission Limited (SHETL) View

- 6.4 Scottish Hydro-Electric Transmission (SHETL) is supportive of Amendment Proposal CA037, and has carried out an Assessment of the Proposed Amendment.
- 6.5 The implementation of CA037 would not have any physical impact on SHETL's Transmission System or require changes to the IS systems. No additional works or monies would be required to implement the proposed change.

SP Transmission Limited (SPT) View

- 6.6 SPT is supportive of Amendment Proposal CA037, and have completed an Assessment on the Proposed Amendment.
- 6.7 The implementation of CA037 would not have any physical impact on SPT System(s) or require changes to IS systems. No additional works or monies would be required to implement the proposed change.

7.0 IMPACT ON THE STC/STCPs

- 7.1 The Proposed Amendment would require amendments to the STC Table of contents to include Schedule A, Section B, Paragraph 4.4.2 to provide for the STC Committee secretary updating the list of STC Parties following accession to the STC and inclusion of the new Schedule A listing the acceding Parties to the STC.
- 7.2 The text required to give effect to the Proposed Amendment is attached in annex 2.

8.0 IMPACT ON CORE INDUSTRY DOCUMENTS

- 8.1 The Proposed Amendment would have no impact on Core Industry Documents or Industry documentation or require any changes to computer systems established under Core Industry Documents.

9.0 STC COMMITTEE VIEWS & RECOMMENDATION

- 9.1 With the anticipated increase of STC parties due to the implementation of the offshore regime, those STC parties will be able to know which other transmission licensees have also acceded to the STC and use their contact details to communicate with other transmission licensees in matters relating to development, maintenance and operation of the transmission system, security and quality of supply when the STC governance arrangements do not provide for all STC parties to be STC Committee members.
- 9.2 A list of contact details of STC parties that are easily accessible, will make the serving of notices and other communications regarding STC Committee proceedings easier. This will inherently lead to good industry practice and efficiency in administration of the arrangements described in the STC.
- 9.3 Taking the above into account, the STC Committee believes that amendment of the STC on the basis of CA037 would better facilitate achievement of the following applicable STC objectives detailed below:
- (a) efficient discharge of the obligations imposed upon transmission licensees by transmission licences and the Act;
 - (b) development, maintenance and operation of an efficient, economical coordinated system of electricity transmission;

(d) protection of the security and quality of supply and safe operation of the national electricity transmission system insofar as it relates to interactions between transmission licensees; and

(e) promotion of good industry practice and efficiency in the implementation and administration of the arrangements described in the STC.

9.4 The STC Committee believe that CA037 has a cost neutral environmental impact as it is purely an administrative process that is being proposed.

9.5 The STC Committee therefore recommends that the Authority should approve Amendment Proposal CA037 for implementation.

10.0 IMPLEMENTATION AND TIMESCALES

10.1 Should the Authority approve Amendment Proposals CA037 it is recommended that the STC be modified 5 business days after the Authority's decision.

11.0 VIEWS AND REPRESENTATIONS

11.1 Views have been invited from Industry parties upon the Proposed Amendment contained within this Amendment Report.

11.2 The STC Committee received 1 response following the publication of the Proposed Amendment Report which has been reproduced in Annex 3.

Reference	Company	Summary of Comments
CA037-AR-01	E.ON UK plc	Agrees with the addition of the new 'Schedule A' Agrees the proposals better facilitate STC Objectives (a), (b), (d) and (e)

Annex 1 - Amendment Proposal Form**STC Amendment Proposal Form****CA037**

<p>1. <u>Title of Amendment Proposal</u> Inclusion of list of parties to the STC.</p>
<p>2. <u>Description of the Proposed Amendment</u> A proposed amendment to the STC to include a new schedule called 'Schedule A'. Schedule A will be a list of party names, addresses and company registration numbers.</p>
<p>3. <u>Description of Issue or Defect that Proposed Amendment seeks to Address</u> Since the implementation of BETTA in 2005, there have only been three parties to the STC, and therefore there has been no need of including the contact details in the STC. With the introduction of Offshore Transmission Licence holders being made parties to the STC, the number of Transmission Owners will increase and therefore it would seem sensible to have a list of all Onshore and Offshore Transmission Owners that have acceded to the STC together with their contact details.</p> <p>The proposed amendment seeks to put in place contact details for all STC parties. This will allow for easy collaboration and communication between parties and anyone interested in contacting the STC parties. As the number of Transmission Owners increases, it will be important to keep a record of all registered parties.</p>
<p>4. <u>Impact on the STC</u></p> <ul style="list-style-type: none"> • Amendment to Section B.4.4.2 (Committee Secretary will need to revise Schedule A once a new party accedes) • New Schedule A (to list parties) • Amendment to the STC index (to include new Schedule A)
<p>5. <u>Impact on other frameworks e.g. CUSC, BSC</u> None</p>
<p>6. <u>Impact on Core Industry Documentation</u> None</p>
<p>7. <u>Impact on Computer Systems and Processes used by STC Parties</u> None</p>
<p>8. <u>Details of any Related Modifications to Other Industry Codes</u> Not Applicable</p>
<p>9. <u>Justification for Proposed Amendment with Reference to Applicable STC Objectives</u> Amending the STC in this manner would mean that the following objectives are better facilitated:</p> <ol style="list-style-type: none"> (a) efficient discharge of the obligations imposed upon transmission licensees by transmission licences and the Act; (b) development, maintenance and operation of an efficient, economical coordinated system of electricity transmission; (d) protection of the security and quality of supply and safe operation of the national electricity transmission system insofar as it relates to interactions between transmission licensees; and (e) promotion of good industry practice and efficiency in the implementation and administration of the arrangements described in the STC.

Details of Proposer Organisation's Name	National Grid Electricity Transmission plc
<i>Capacity in which the Amendment is being proposed</i> (i.e. STC Party or other Party as designated by the Authority pursuant to STC section B7.2.2.1 (b))	STC Party
Details of Proposer's Representative Name Organisation Telephone Number Email Address	Bec Thornton National Grid Electricity Transmission plc 01926 656386 Bec.Thornton@uk.ngrid.com
Details of Representative's Alternate Name Organisation Telephone Number Email Address	Kathryn Sorrell National Grid Electricity Transmission plc 01189 363161 Kathryn.Sorrell@uk.ngrid.com
Attachments (Yes/No): No	

Notes:

- Those wishing to propose an Amendment to the STC should do so by filling in this "Amendment Proposal Form" that is based on the provisions contained in Section 7.2 of the STC.
- The Committee Secretary will check that the form has been completed, in accordance with the requirements of the STC, prior to submitting it to the Committee. If the Committee Secretary accepts the Amendment Proposal form as complete, then she/he will write back to the Proposer informing them of the reference number for the Amendment Proposal and the date on which the Committee will consider the Proposal. If, in the opinion of the Committee Secretary, the form fails to provide the information required in the STC, then he/she may reject the Proposal. The Committee Secretary will inform the Proposer of the rejection and report the matter to the Committee at their next meeting. The Committee can reverse the Committee Secretary's decision and if this happens the Committee Secretary will inform the Proposer.

The completed form should be returned to:

STC Committee Secretary
Commercial Frameworks
National Grid Company plc
National Grid House
Warwick Technology Park
Gallows Hill
Warwick, CV34 6DA

Or via e-mail to: STCTeam@uk.ngrid.com

Annex 2 - Proposed Text to modify STC

The proposed text to modify the STC can be found below in three sections:

- 1. Table of Contents;*
- 2. Schedule A*
- 3. Part of Section B*

STC TABLE OF CONTENTS

SCHEDULES

Schedule A: List of Parties

Schedule One: Code Accession Agreement

Schedule Two: List of Code Procedures

Schedule Three: Information and Data Exchange Specification

Schedule Four: Criteria for Assessing Those Transmission Systems Affected by a Construction Project

Schedule Five: NGET Connection Applications

Schedule Six: NGET Modification Applications

Schedule Seven: System Construction Applications

Schedule Eight: TO Construction Offers

Schedule Nine: TO Construction Terms

Schedule Ten: Charges

Schedule Eleven: TEC Exchange Rate Applications

Schedule Twelve: TO TEC Exchange Rates

Schedule Thirteen: NGET Requests for Statements of Works

Schedule Fourteen: Not in use

Schedule Fifteen: Transmission Interface Agreement

Schedule A**SCHEDULE A**

This Schedule will be updated by the Committee Secretary from time to time on the Code Website to reflect changes to Parties.

Party	Registered Number	Registered Office
National Grid Electricity Transmission plc	2366977	1-3 Strand, London WC2N 5EH
Scottish Hydro Electric Transmission Limited	213460	Inveralmond House 200 Dunkeld Road Perth, PH13AQ
SP Transmission Limited	SC189126	1 Atlantic Quay Glasgow, G2 8SP

SECTION B, PARAGRAPH 4.4.2

PARTY DETAILS

- 4.1 For the purposes of this Code, the "**Party Details**" of a Party, which shall include for the purposes of this paragraph 4, a Party Applicant, are the following details and documentation of the Party:
- 4.1.1 its full name and contact details;
 - 4.1.2 the name, address, and facsimile number of the person for whose attention notices issued in accordance with Section G, paragraph 12 should be marked;
 - 4.1.3 details for service of process;
 - 4.1.4 a copy of its current Transmission Licence (in the case of an Offshore Transmission Owner a copy of the notice from the Authority shall be provided and following this a copy of its Transmission Licence shall be provided five Business Days after the grant of its Transmission Licence);
 - 4.1.5 the Party's VAT registration number; and
 - 4.1.6 its Party Category.
- 4.2 Each Party shall:
- 4.2.1 provide its Party Details to the Committee Secretary; and
 - 4.2.2 ensure that its Party Details for the time being provided to the Committee Secretary remain accurate and complete in all material respects.
- 4.3 Without prejudice to the generality of paragraph 4.2, if at any time:
- 4.3.1 a Party wishes to change any of its contact details forming part of such Party Details; or
 - 4.3.2 the Party Details of a Party otherwise cease for whatever reason to be accurate and complete in all material respects,
- then such Party shall notify the Committee Secretary as soon as reasonably practicable (and, wherever possible, in advance of such change) and shall provide such further information and supporting documentation as the Committee Secretary may reasonably require to evidence such change.
- 4.4 The Committee Secretary shall:
- 4.4.1 maintain an up-to-date list of the contact details forming a part of the Party Details in respect of each of the Parties and ensure that such list is available on the Code Website;
 - 4.4.2 upon receipt of Party Details from a Party pursuant to paragraph 4.2, make available such Party Details to each of the other Parties and the

Authority. The Committee Secretary shall update Schedule A of this STC accordingly.

- 4.4.3 promptly update the Party Details pursuant to paragraph 4.3 and notify the Parties and the Authority of any such changes.

Annex 3 - Copies of Comments received on the Proposed Amendment Report

This Annex includes copies of any representations received following circulation of the Proposed Amendment Report (circulated on 23rd June 2010, requesting comments by close of business on 30th June 2010).

Representations were received from the following parties:

No.	Company	File Number
1	EDF Energy	CA037-AR-01

To Kabir.Ali@uk.ngrid.com

30 June 2010

Dear Kabir,

System Operator – Transmission Owner Code Consultation CA037 (addition of schedule A)

EDF Energy is pleased to respond to the consultation on STC change proposal CA037.

We note that CA037 proposes to add a new 'Schedule A' to the STC. Schedule A will be a list of names, addresses and company registration numbers of all STC parties.

We agree that Schedule A will help anyone interested in contacting the STC parties, as the offshore operators may be a little hard to track down. As the number of Offshore Transmission Owners increases, it will be important to have a list of all registered parties and up to date contact details available to all who need to make contact with them.

We agree that this change would to varying degrees better facilitate all of the following STC objectives: (a) efficient discharge of the obligations imposed upon transmission licensees by transmission licences and the Act; (b) development, maintenance and operation of an efficient, economical coordinated system of electricity transmission; (d) protection of the security and quality of supply and safe operation of the national electricity transmission system insofar as it relates to interactions between transmission licensees; and (e) promotion of good industry practice and efficiency in the implementation and administration of the arrangements described in the STC.

We agree that the change does not need a long lead-in time. Should Ofgem approve the change it is reasonable that the STC be modified 5 days after Ofgem's decision.

Yours Sincerely,

Paul Mott
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Corporate Policy & Regulation
EDF Energy
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