

To:

Electricity North West Limited

Northern Powergrid: Northeast

Northern Powergrid: Yorkshire

SP Energy Networks: Distribution

SP Energy Networks: Manweb

Scottish and Southern Energy Power Distribution: Scottish Hydro Electric Power Distribution

Scottish and Southern Energy Power Distribution: Southern Electric Power Distribution

UK Power Networks: London Power Networks

UK Power Networks: South East Power Networks

UK Power Networks: Eastern Power Networks

National Grid Electricity Distribution (West Midlands) plc

National Grid Electricity Distribution (East Midlands) plc

National Grid Electricity Distribution (South Wales) plc

National Grid Electricity Distribution (South West) plc

Electricity Act 1989

Section 11A(2)

Notice of statutory consultation on a proposal to modify the Special Conditions of the electricity distribution licence held by each of the above licensees

1. The Gas and Electricity Markets Authority (“the Authority”)¹ proposes to modify the electricity distribution licence held by each of the above licensees (“the licensees”), granted or treated as granted under 6(1)(c) of the Electricity Act 1989.
2. We are proposing these modifications to correct a number of errors that have been identified and to improve the clarity of the licence.
3. We are also proposing modifications in order to give effect to the Competition and Markets Authority (CMA) Order relating to the matter of the allocation of total modelled costs for Northern Powergrid: Northeast and Northern Powergrid: Yorkshire. This includes modifications to the Special Conditions of the electricity

¹ The terms “the Authority”, “we” and “us” are used interchangeably in this document.

distribution licences held by Northern Powergrid: Northeast and Northern Powergrid: Yorkshire including the Price Control Financial Model (PCFM), as well as modifications to all other electricity distribution licences held by the above licensees, as a result of changes to the allowances of Northern Powergrid: Northeast and Northern Powergrid: Yorkshire.

4. The reasons for and effects of the proposed modifications, together with the full text of the proposed modifications, are published alongside this notice at www.ofgem.gov.uk. Alternatively they are available from foi@ofgem.gov.uk.
5. Any representations with respect to the proposed licence modifications must be made on or before 30/11/2023 to: RIIO-ED2 team, 10 South Collanade, London, E14 4PU, or by email to RIIOED2@ofgem.gov.uk.
6. We normally publish all responses on our website. However, if you do not wish your response to be made public then please clearly mark it as not for publication. We prefer to receive responses in an electronic form so they can be placed easily on our website.
7. If we decide to make the proposed modifications they will take effect not less than 56 days after the decision is published.



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Steven McMahon

Interim Director, Network Price Controls

Duly authorised on behalf of the Gas and Electricity Markets Authority

02/11/2023