

To:

National Grid Electricity Transmission Plc
Scottish Hydro Electric Transmission Plc
Scottish Power Transmission Plc

Electricity Act 1989
Section 11A(2)

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

1. The Gas and Electricity Markets Authority ('the Authority')¹ proposes to modify the electricity transmission licence held by each of the above licensees ("the licensees"), granted or treated as granted under section 6(1)(b) of the Electricity Act 1989 by modifying the following existing Special Conditions:
 - i. Special Condition 3.41 Accelerated Strategic Transmission Investment Re-opener and Price Control Deliverable; and
 - ii. Special Condition 9.3 Price Control Deliverable assessment principles and reporting requirements.

2. We are proposing these modifications to give effect to our Accelerated Strategic Transmission Investment (ASTI) decision² to include an ex-post allowance adjustment mechanism in respect of ASTI projects. This will form part of the Price Control Deliverable (PCD) assessment in cases where efficient outturn costs are greater than or equal to +/- 5% of total provided allowances.

3. The reasons 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.

4. Any representations with respect to the proposed licence modifications must be made on or before 18 September 2024 to: Jon Sharvill, Office of Gas and Electricity

¹ The terms "the Authority", "we" and "us" are used interchangeably in this document

² [Decision to modify the special licence conditions in the electricity transmission licences: Accelerated Strategic Transmission Investment | Ofgem](#) paragraph 3.43

Markets, 10 South Collonade, Canary Wharf, London, E14 4PU or by email to jon.sharvill@ofgem.gov.uk.

5. 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 However, if you do not wish your response to be made public then please clearly mark it as not for publication.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.
6. 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

Director, Network Price Controls

Duly Authorised on behalf of the Gas and Electricity Markets Authority

20/08/2024