

To: Electricity Distribution, Gas Distribution, Gas Transmission, Electricity Transmission licensees and other stakeholders

Email: <u>reopenerconsultations@ofgem.gov.uk</u> Date: 10 February 2025

Dear Company Secretaries and Stakeholders,

## Erratum Notice - Final Determinations on Scottish Hydro Electricity Power Shetland Enduring Solution Re-opener application.

In December 2024, we published our Final Determination on our determined efficient cost allowance for Scottish Hydro Electric Power Distribution (SHEPD) 'Shetland Standby Project<sup>1</sup>.'

To implement our decision as set out in the Final Determination, the Authority<sup>2</sup> also published a direction in accordance with the provisions set out in Special Condition (SpC) 3.2 Part O of (SHEPD) Electricity Distributions<sup>3</sup> Licence. The direction specifies the associated funding adjustment, outputs, and the Regulatory Years to which that adjustment relates to. The licensee is required to comply with the direction issued by the Authority.

It has come to our attention, however, that there are some minor errors contained in the published Final Determination and accompanying direction. It is therefore necessary to consolidate all the necessary changes as part of this housekeeping amendments to the relevant documents. Attached to this letter in **Appendix 1**, is an error log setting out the

<sup>&</sup>lt;sup>1</sup>Final Determination on Shetland enduring solution re-opener application | Ofgem

<sup>&</sup>lt;sup>2</sup> References to the "Authority", "Ofgem", "we" and "our" are used interchangeably in this document. The Authority refers to GEMA, the Gas and Electricity Markets Authority. The Office of Gas and Electricity Markets (Ofgem) supports GEMA in its day to day work.

<sup>&</sup>lt;sup>3</sup> SHEPD is one of the licensees under the Scottish and Southern Energy Networks (SSEN) group of network companies.

identified errors and the amendments we made to correct them. Alongside this erratum notice, we have republished a 'revised' Final Determination document and associated direction for SHEPD's Shetland 'Shetland Standby Project.

Yours faithfully,

Evan Alaa Senior Policy Manager

## Appendix 1: Errata List for the Final Determinations on SHEPD Shetland Enduring Solution Re-opener application 2024

Document	Page/paragraph	Error - Note	Correction
	reference		
Shetland Enduring	Page 7	In Table 1, the amount for RIIO-ED3 final allowances is listed as	This error has been corrected
Solution Final		£65.42m. This should be £43.61m as per draft allowances. <sup>4</sup>	and reflected in the revised
Determination			Shetland Enduring Solution
			Final Determination
			document, dated 10 February
			2025.
Shetland Enduring	Page 1	In the Direction issued pursuant to SpC 3.2, in paragraph 5, the	This error has been corrected
Solution - direction		price base is incorrectly shown as 2018/19, this should be	and reflected in the revised
		2020/21.	Shetland Enduring Solution
			direction notice, dated 10
			February 2025.
Shetland Enduring	Page 2	Due to rounding the total allowance, table A1 gives the RIIO-	This error has been corrected
Solution - direction		ED2 total allowance as $\pounds 27.12m$ , this figure should be $\pounds 27.13m$	and reflected in the revised
		as per the Final Determination.	Shetland Enduring Solution
			direction notice, dated 10
			February 2025.

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<sup>&</sup>lt;sup>4</sup>Draft determination on Shetland enduring solution re-opener application | Ofgem