

GSR024 'National Grid Legal Separation SQSS changes'



SQSS Panel – 11 July 2018
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Background

- Modify both the SQSS and the SQSS Industry Governance Framework to reflect:
 - the creation of National Grid Electricity System Operator (NGESO) as the system operator
 - NGESO is legally separated from NGET who will continue to be a transmission owner

Consultation Response

- Two response to the consultation; which highlighted two points within the legal drafting which were:
 - an inconsistency on the format of the drafting for the defined term 'NGESO' between the SQSS and SQSS Industry Governance Framework
 - Parag 2.2 of the Industry Governance Framework suggestion:
 - NGET, SHETL and SPT have an obligation under the Transmission Licence to plan, develop and operate their systems in accordance with, amongst other things, the SQSS.

Consultation Response – slide 2

- NGESO has an obligation under the Transmission Licence to plan, develop and operate the NETS in accordance with, amongst other things, the SQSS.
- In addition NGESO's Transmission Licence places an obligation on NGESO to co-ordinate and direct the flow of electricity onto and over the National Electricity Transmission System, in accordance with, amongst other things, the SQSS

Assessment vs NETS SQSS objectives

- As the Proposer we believe that this change will better facilitate the relevant objective (i) (provided below), by ensuring that post legal separation the applicable parties are facilitating the planning, development, maintenance and operation of the transmission system
- For the other SQSS objectives we view them being neutral

(i) facilitate the planning, development and maintenance of an efficient, coordinated and economical system of electricity transmission, and the operation of that system in an efficient, economic and coordinated manner

Any Panel questions/feedback?

