

STCP Amendment Proposal Form

PM068

1. Title of Amendment Proposal

Direct operation of Offshore Transmission Owner (OFTO) assets by NGET

2. Description of the Proposed Amendment

Under the STC, the default arrangement is that OFTO assets, including voltage control equipment, are operated by the OFTO at the request of NGET. However, it is possible for NGET and an OFTO to enter into an agreement under which NGET operates the assets directly. In some situations this arrangement may be advantageous to both parties but may not be considered until after the control systems have been commissioned and retrospective modifications to provide the capability may be too expensive.

3. Description of Issue or Defect that Proposed Amendment seeks to Address

This proposal seeks to amend STCP 01-1 to make OFTOs aware of this alternative arrangement and identify what is required for this arrangement to be put in place (i.e. installation of SCADA systems with this capability built in).

4. Impact on the STC

This will not change the obligation on TOs to provide Transmission Services to NGET.

5. Impact on other frameworks e.g. CUSC, BSC

None

6. Impact on Core Industry Documentation

None

7. Impact on Computer Systems and Processes used by STC Parties

None

8. Details of any Related Modifications to Other Industry Codes

None

9. Justification for Proposed Amendment with Reference to Applicable STC Objectives

(a) efficient discharge of the obligations imposed upon transmission licensees by transmission licences and the Act;

In some instances it may be of mutual benefit to OFTOs and NGET for NGET to undertake some of the OFTO's operational roles defined in the STC. This modification brings this possibility to the attention of offshore developers so that they can decide whether it would be advantageous to build this capability into the equipment which the SO could operate.

(b) development, maintenance and operation of an efficient, economical and co-ordinated system of electricity transmission;

The proposal has a neutral impact on this objective.

(c) facilitating effective competition in the generation and supply of electricity, and (so far as consistent therewith) facilitating such competition in the distribution of electricity;

The proposal has a neutral impact on this objective.

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

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

In some instances it may be of mutual benefit to OFTOs and NGET for NGET to undertake some of the OFTO's operational roles defined in the STC. This modification brings this possibility to the attention of offshore developers so that they can decide whether it would be advantageous to build this capability into the equipment which the SO could operate

(f) facilitation of access to the national electricity transmission system for generation not yet connected to the national electricity transmission system or distribution system.

The proposal has a neutral impact on this objective.

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| Details of Proposer Organisation's Name | Brian Taylor National Grid |
| Capacity in which the Amendment is being proposed (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 | Audrey Ramsay National Grid Electricity Transmission plc 01189 363633 Audrey.Ramsay@nationalgrid.com |

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| Details of Representative's Alternate Name Organisation Telephone Number Email Address | Damien McCluskey National Grid Electricity Transmission plc 01926 656034 Damien.McCluskey@nationalgrid.com |
| Attachments (Yes/No): No | |

Notes:

1. 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.
2. 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:

Lucy Hudson
STC Committee Secretary
Regulatory Frameworks
National Grid
National Grid House
Warwick Technology Park
Gallows Hill
Warwick, CV34 6DA

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