

ANNEX 1
STC MODIFICATION REGISTER – AS AT 1 April 2014

All documents referred to in the Modification Register are available on the National Grid STC website.

CM050

CODE GOVERNANCE REVIEW PHASE 2 – SELF GOVERNANCE AND APPEALS

Proposer	National Grid	Submitted	Submitted	Normal
		26/06/13	Priority	
Amendment Description		Current status and progress		
<p>In April 2012, Ofgem announced their intention to initiate a Code Governance Review (CGR Phase 2) which would look at extending the arrangements introduced to the CUSC, UNC and BSC to the other codes. Following on from this, Ofgem published a consultation on their CGR (Phase 2) Proposals in September 2012 and subsequently announced their CGR (Phase 2) final proposals on 27 March 2013. This second phase focused on extending the CGR conclusions to further industry codes, and included:</p> <ul style="list-style-type: none">• Extending the scope of Self-Governance across codes;• Applying Significant Code Review procedures uniformly, allowing for holistic cross-code reviews; and• Improving and aligning code administration practices <p>This Modification Proposal seeks to introduce into the STC, a new Self-Governance process for those modifications which are deemed to have non-material changes or impacts to the following:</p> <ul style="list-style-type: none">• Customers• Competition• Security of Supply• Sustainable Development <p>Where it is determined that a Modification Proposal will not have a material impact in line with the criteria set out in the transmission licence, the Self-Governance route would expedite the process of implementing a Modification Proposal by not requiring the Authority to make a determination on that Proposal, instead leaving the decision to the STC Modification Panel (the "Panel")</p>		<p>CM050 was submitted to the June 2013 STC Modification Panel meeting and the Panel approved the Proposal to progress to the Assessment and Report Phase. The draft Initial Modification Report was submitted to the July 2013 STC Modification Panel and impact assessments requested. The Panel were also requested to approve CM050 to go out to Industry Consultation, to which they agreed. CA050 was issued out for Industry Consultation on 30 July 2013 and closed on 11 September 2013, with no responses being received. At the September 2013 Modification Panel meeting, the Panel approved CA050 for submission to the Authority. The Modification Report was submitted for determination to the Authority on 2 October 2013. On 6 November 2013, the Authority approved CA050 and it was implemented on 20 November 2013.</p>		

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CM051

CODE GOVERNANCE REVIEW PHASE 2 – SIGNIFICANT CODE REVIEW (SCR)

Proposer **National Grid**

Submitted
26/06/13

Submitted **Normal**
Priority

Amendment Description

In April 2012, Ofgem announced their intention to initiate a Code Governance Review (CGR Phase 2) which would look at extending the arrangements introduced to the CUSC, UNC and BSC to the other codes. Following on from this, Ofgem published a consultation on their CGR (Phase 2) Proposals in September 2012 and subsequently announced their CGR (Phase 2) final proposals on 27 March 2013. This second phase focused on extending the CGR conclusions to further industry codes, and included:

- Extending the scope of Self-Governance across codes;
- Applying Significant Code Review procedures uniformly, allowing for holistic cross-code reviews; and
- Improving and aligning code administration practices

This Modification Proposal seeks to introduce into the STC one of the proposals highlighted in CGR (Phase 1), the Significant Code Review (SCR). The SCR process seeks to require certain licence holders to raise code modifications in line with the conclusions set out by the Authority following an SCR. The SCR will allow the Authority to initiate a review of one or more matters which they consider to:

- Have significant impacts on electricity consumers or competition;
- Have significant impacts on the environment, security of supply or sustainable development;
- Create significant cross code or cross licence issues;
- Have a significant impact on the Authority's principle objectives (under section 3A of the Act), statutory functions or relevant obligations bound by EU law.

Current status and progress

CM051 was submitted to the June 2013 STC Modification Panel meeting and the Panel approved the Proposal to progress to the Assessment and Report Phase. The draft Initial Modification Report was submitted to the July 2013 STC Modification Panel and impact assessments requested. The Panel were also requested to approve CM051 to go out to Industry Consultation, to which they agreed. CA051 was issued out for Industry Consultation on 30 July 2013 and closed on 11 September 2013, with no responses being received. At the September 2013 Modification Panel meeting, the Panel approved CA050 for submission to the Authority. The Modification Report was submitted for determination to the Authority on 2 October 2013. On 6 November 2013, the Authority approved CA051 and it was implemented on 20 November 2013.

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CM052	CODE GOVERNANCE REVIEW PHASE 2 – CODE ADMINISTRATOR AND CODE ADMINISTRATION CODE OF PRACTICE			
Proposer	National Grid	Submitted 26/06/13	Submitted Priority	Normal
Amendment Description		Current status and progress		
<p>In April 2012, Ofgem announced their intention to initiate a Code Governance Review (CGR Phase 2) which would look at extending the arrangements introduced to the CUSC, UNC and BSC to the other codes. Following on from this, Ofgem published a consultation on their CGR (Phase 2) Proposals in September 2012 and subsequently announced their CGR (Phase 2) final proposals on 27 March 2013. This second phase focused on extending the CGR conclusions to further industry codes, and included:</p> <ul style="list-style-type: none">• Extending the scope of Self-Governance across codes;• Applying Significant Code Review procedures uniformly, allowing for holistic cross-code reviews; and• Improving and aligning code administration practices <p>As part of the suite of CGR Modification Proposals, one of the areas reviewed was the Role of Code Administrator and the creation of a Code of Practice (CACoP). Ofgem's final proposals seek to enable the Code Administrator to assist parties to adhere to the principles contained within the CACoP (which was implemented on 31 December 2010). The CACoP aims to facilitate convergence and transparency in code Modification processes and was developed by Code Administrators, with input from code users and Ofgem, in order to establish best practice for code administration and to encourage participation from those involved in the energy industry who may not be code users.</p>		<p>CM052 was submitted to the June 2013 STC Modification Panel meeting and the Panel approved the Proposal to progress to the Assessment and Report Phase. The draft Initial Modification Report was submitted to the July 2013 STC Modification Panel and impact assessments requested. The Panel were also requested to approve CM052 to go out to Industry Consultation, to which they agreed. CA052 was issued out for Industry Consultation on 30 July 2013 and closed on 11 September 2013, with no responses being received. At the September 2013 Modification Panel meeting, the Panel approved CA050 for submission to the Authority. The Modification Report was submitted for determination to the Authority on 2 October 2013. On 6 November 2013, the Authority approved CA052 and it was implemented on 20 November 2013.</p>		

ANNEX 1
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CM053 CODE GOVERNANCE REVIEW PHASE 2 – SEND BACK PROCESS

Proposer	National Grid	Submitted	Submitted	Normal
		26/06/13	Priority	

Amendment Description

In April 2012, Ofgem announced their intention to initiate a Code Governance Review (CGR Phase 2) which would look at extending the arrangements introduced to the CUSC, UNC and BSC to the other codes. Following on from this, Ofgem published a consultation on their CGR (Phase 2) Proposals in September 2012 and subsequently announced their CGR (Phase 2) final proposals on 27 March 2013. This second phase focused on extending the CGR conclusions to further industry codes, and included:

- Extending the scope of Self-Governance across codes;
- Applying Significant Code Review procedures uniformly, allowing for holistic cross-code reviews; and
- Improving and aligning code administration practices

This Modification proposal seeks to introduce into the STC one of the proposals highlighted in CGR (Phase 1), the Send Back process. National Grid propose to introduce the ability for the Authority to 'send back' a Modification Report in instances where we are unable to make a decision based on, for example, a technical flaw or deficiency in the analysis.

Current status and progress

CM053 was submitted to the June 2013 STC Modification Panel meeting and the Panel approved the Proposal to progress to the Assessment and Report Phase. The draft Initial Modification Report was submitted to the July 2013 STC Modification Panel and impact assessments requested. The Panel were also requested to approve CM053 to go out to Industry Consultation, to which they agreed. CA053 was issued out for Industry Consultation on 30 July 2013 and closed on 11 September 2013, with no responses being received. At the September 2013 Modification Panel meeting, the Panel approved CA050 for submission to the Authority. The Modification Report was submitted for determination to the Authority on 2 October 2013. On 6 November 2013, the Authority approved CA053 and it was implemented on 20 November 2013.

ANNEX 1

STC MODIFICATION REGISTER – AS AT 1 April 2014

CM054 CODE GOVERNANCE REVIEW PHASE 2 – FAST TRACK SELF GOVERNANCE AND OBJECTIONS

Proposer	National Grid	Submitted	Submitted	Normal
		26/06/13	Priority	

Amendment Description

In April 2012, Ofgem announced their intention to initiate a Code Governance Review (CGR Phase 2) which would look at extending the arrangements introduced to the CUSC, UNC and BSC to the other codes. Following on from this, Ofgem published a consultation on their CGR (Phase 2) Proposals in September 2012 and subsequently announced their CGR (Phase 2) final proposals on 27 March 2013. This second phase focused on extending the CGR conclusions to further industry codes, and included:

- Extending the scope of Self-Governance across codes;
- Applying Significant Code Review procedures uniformly, allowing for holistic cross-code reviews; and
- Improving and aligning code administration practices

This Modification Proposal seeks to introduce a new Fast-Track Self-Governance process for those modifications which are deemed to have non material changes or impacts to the

- following;
- Customers
- Competition
- security of Supply
- Sustainable Development

This Modification Proposal would enable the STC Modification Panel (the “Panel”) to make a decision on whether Fast-Track Self-Governance be applied based on the content of the Modification Report. It is judged that the ‘Fast-Track’ process should be implemented for very minor changes such as updating names and addresses, minor typographical errors or other formatting errors. The Panel can then specify the corrective action that it believes is required to be taken without need to consult with industry parties and follow the normal Self-Governance modification process.

Current status and progress

CM054 was submitted to the June 2013 STC Modification Panel meeting and the Panel approved the Proposal to progress to the Assessment and Report Phase. The draft Initial Modification Report was submitted to the July 2013 STC Modification Panel and impact assessments requested. The Panel were also requested to approve CM054 to go out to Industry Consultation, to which they agreed. CA054 was issued out for Industry Consultation on 30 July 2013 and closed on 11 September 2013, with no responses being received. At the September 2013 Modification Panel meeting, the Panel approved CA050 for submission to the Authority. The Modification Report was submitted for determination to the Authority on 2 October 2013. On 6 November 2013, the Authority approved CA054 and it was implemented on 20 November 2013.

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CM055 **CONSEQUENTIAL CHANGES FOLLOWING IMPLEMENTATION OF THE THIRD PACKAGE AND OTHER MISCELLANEOUS CHANGES**

Proposer	National Grid	Submitted 29/01/14	Submitted Priority	Normal
Amendment Description		Current status and progress		
<p>CM055 is proposing amendments to STC Section B and Section J to enable the Authority to raise modifications to the STC that it considers necessary to comply with or implement the Electricity Regulation and/or any relevant legally binding decisions of the European Commission and/or Agency.</p> <p>Currently the STC has no provisions for how the Authority can raise, or direct the Licensee to raise, Modifications Proposals in order to ensure that the STC complies with the relevant Electricity Regulations and legally binding decisions from Europe. Following the implementation of the changes to Electricity Transmission Licence Standard Conditions (SLC) B12 under the Third Package, the STC requires amendment in order to be consistent with the licence changes. Therefore, the STC will need to be amended to include the following elements:</p> <ol style="list-style-type: none">1. To allow the Authority to raise or direct the Licensee to raise STC Modification Proposals to implement 'Electricity Regulations' and 'any legally binding decisions from Europe2. To apply the caveats in the licence to modifications which are raised by the <i>Authority</i> in relation to the relevant Electricity Regulations.3. To apply the caveats in the licence to modifications which are raised by the <i>licensee</i> following an Authority direction to raise such a Proposal. <p>In regard to items 2 and 3 above, these caveats relate to such proposals (i) being accepted into the STC Modification process, (ii) where raised by the licensee, not to be withdrawn without the Authority's consent, and iii), to proceed in accordance with any timetable directed by the Authority.</p>		<p>CM055 was submitted to the January 2014 STC Modification Panel meeting and the Panel approved the Proposal to progress to the Assessment and Report Phase. The draft Initial Modification Report was submitted to the February 2014 STC Modification Panel and impact assessments requested. The Panel were also requested to approve CM055 to go out to Industry Consultation, to which they agreed. CA055 was issued out to Industry Consultation on 03 March 2014 and closed on 31 March 2014.</p>		