



Department  
of Energy &  
Climate Change

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Janet Bidwell  
Institutions Manager & Legal Counsel  
Electricity Market Reform  
National Grid  
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1 August 2014

Dear Janet,

## **EMR CONSEQUENTIAL CODE AND LICENCE MODIFICATIONS**

Existing electricity transmission licences, industry codes and related agreements and documents require consequential amendments to meet the needs of reform being made to the electricity market under powers contained in the Energy Act 2013 (the "Act").

The Secretary of State has therefore made modifications to licences and to documents maintained under licences, as set out below, in exercise of the powers conferred by sections 26, 37 and 64(8), (9) and (13) of the Act.

Before making the modifications, the Secretary of State consulted in accordance with sections 26(4) and 37(4) of the Act.

A draft of the modifications was laid before Parliament in accordance with section 64(2) of the Act. Neither House of Parliament resolved, within the 40-day period referred to in section 64(3) of the Act, that the Secretary of State should not make the modifications. The Secretary of State has therefore made modifications to:

- Conditions A1 and C3 of the standard conditions of transmission licences granted or treated as granted under section 6(1)(b) of the Electricity Act 1989 with effect from the date on which The Contracts for Difference (Definition of Eligible Generator) Regulations 2014 come into force.
- Special Condition 1C of the special conditions of the transmission licence treated as granted under section 6(1)(b) of the Electricity Act 1989 to National Grid Electricity Transmission Plc, with effect from the date on which The Contracts for Difference (Definition of Eligible Generator) Regulations 2014 come into force.
- Sections C, D, E, F, G, H, K, S, V, W and X of the Balancing and Settlement Code (BSC) with effect from the date on which The Contracts for Difference (Definition of Eligible Generator) Regulations 2014 come into force.
- Sections L, S and W of the BSC with effect from 26 February 2015.

- The following BSC subsidiary documents with effect from the date on which The Contracts for Difference (Definition of Eligible Generator) Regulations 2014 come into force:
  - BSCP15;
  - BSCP508;
  - BSCP509;
  - NETA Interface Definition and Design: Part 1;
  - NETA Interface Definition and Design: Part 2;
  - SAA Service Description;
  - SAA URS;
  - SVA Data Catalogue Volume 1;
  - SVA Data Catalogue Volume 2; and
  - SVAA URS.
- The following BSC subsidiary documents with effect from 26 February 2015:
  - BSCP11;
  - BSCP27; and
  - BSCP503.
- The following sections of the Grid Code with effect from the date on which The Contracts for Difference (Definition of Eligible Generator) Regulations 2014 come into force:
  - Glossary & Definitions;
  - Planning Code; and
  - General Conditions.
- Sections 4, 6, 7, 8 and 11 of the Connection and Use of System Code with effect from the date on which The Contracts for Difference (Definition of Eligible Generator) Regulations 2014 come into force.
- Sections B and J of the System Operator Transmission Owner Code with effect from the date on which The Contracts for Difference (Definition of Eligible Generator) Regulations 2014 come into force.
- The provisions of each Balancing Services Agreement with effect from the date on which The Contracts for Difference (Definition of Eligible Generator) Regulations 2014 come into force, by the insertion of a new clause.

I attach a copy of the modifications for your records.

Yours sincerely,



**Jonathan Mills**  
Director, Electricity Market Reform

Cc Adam Lattimore, BSC Modification Secretary, Elexon