

Defined term	Licence condition	Definition
Actual Corporation Tax Liability	9.8 Tax reconciliation assurance statement	means the value as shown in the licensee's company tax return (CT600) as submitted to Her Majesty's Revenue and Customs relating to the licensee.
Adjusted Network Risk Output	3.1 NRO	TBD
Adjusted Outturn Network Risk Output	3.1 NRO	has the meaning given to that term in paragraph 3.1.29 of Special Condition 3.1 (Network risk outputs).
Adjusted Unit Cost of Risk	3.1 NRO	has the meaning given to that term in paragraph 3.1.37 in Special Condition 3.1 (Network risk outputs).
Affiliate	9.7 DRS	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Agreed Schemes	ED	means schemes approved by the Authority for inclusion in the Green Recovery Scheme and for which expenditure in the Price Control Period and the Next Price Control Period is ccommodated under the total cap (TGRS) set by the Authority in Appendix 1.
Allowed Distribution Network Revenue	2.1 Revenue restriction	means the revenue calculated in accordance with the formula for the AR term set out in Part B of CRC 2A (Restriction of Allowed Distribution Network Revenue) of this licence as in force on 31 March 2023.
Allowed Revenue	2.1 and others	is derived in accordance with the formula in Part C of Special Condition 2.1 (Revenue restriction).
Annual Environmental Report	9.1 Annual Environmental Report	means a document prepared and published by the licensee in accordance with Part A of Special Condition 9.1 (Annual Environmental Report).
Annual Iteration Process	8.2 AIP and other conditions	has the meaning given to that term in the ED2 Price Control Financial Handbook.
Annual Stage and Interruptions Data	4.4 Interruptions incentive scheme	has the meaning given to that term in the RIGs isused under standard condition (Regulatory Instructions and Guidance)
Appropriate Auditors	2.2 Tax allowance adjustment	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Appropriately Qualified Independent Examiner	2.2 Tax allowance adjustment	means a qualified tax accountant from a firm regulated by a relevant professional body, who may be an employee of the licensee's Appropriate Auditors.
Areas of Outstanding Natural Beauty	3.5 VAP UIOLI	means protected landscapes in England, Wales and Northern Ireland as defined in the National Parks and Access to the Countryside Act 1949 (and includes National Scenic Areas in Scotland, as comparable to AONBs).
Asset Data	9.2 NARM	means the data on the condition, location, operating environment, function, duty, and other relevant characteristics of NARM Assets, which is necessary for the calculation of Monetised Risk.
Asset Risk	9.2 NARM	means the estimated average expected impact of a Network Asset with given characteristics (such as those referred to in the definition of Asset Data) failing over a given time period, so that when scaled up to a sufficiently large population of identical Network Assets, the sum of the individual Asset Risks will equate to the total expected impact of asset failure for the population over the same time period.
Associated Document	1.1 Interpretation and definition	means a document issued and amended by the Authority in accordance with the Special Condition 1.3 (Common procedure) and any reference to an Associated Document is to that document as amended from time to time unless otherwise specified.
Authority	Most conditions	means the Gas and Electricity Markets Authority that is established under section 1 of the Utilities Act 2000.
Authority's Website	Lots of conditions	means www.ofgem.gov.uk.
Bad Debt	2.1 Pass through items	means the expense incurred by the licensee when Network Charges owed to the licensee are not considered recoverable and which crystallises when normal payment terms have been exceeded and the licensee has made all reasonable efforts to collect the debt but is unable to recover the amounts owed.
Baseline Network Risk Output	9.2 NARM	means the cumulative total, for a given risk sub-category, of Network Risk Outputs for all items allocated to 'NARM Funding Category A1' in the licensee's Network Asset Risk Workbook.
Baseline Unit Cost of Risk	3.1 NRO	has the meaning given to that term in paragraph 3.1.38 in Special Condition 3.1 (Network risk outputs).
Basic PCD Report	9.3 PCD reporting	has the meaning given to that term in the PCD Reporting Requirements and Methodology Document.

Between	Various	in the context of something being done, or occurring, between two dates, means on or after the first date and on or before the second date.
Business Plan	9.1 AER + 3.3	means a plan of the sort that the licensee was invited to submit by paragraph 3.5 of the document titled “RIIO-ED2 Sector Specific Methodology: Overview”, published by the Authority on 17 December 2020.
CAF Outcomes	3.2 Uncertain Costs Re-openers	means the outcomes set out under the cyber security and resilience principles set out in the document titled 'CAF Guidance', version 3.0, published by the National Cyber Security Centre on 30 September 2019 as amended from time to time.
Calculated Revenue	5.2 RIIO-2 network innovation allowance	has the value given to it in Part D of Special Condition 2.1 (Revenue Restriction).
Calculated Tax Allowance	9.8 Tax reconciliation assurance statement	means the value of the TAXt term as set out in the “Revenue” sheet of the ED2 Price Control Financial Model.
CAM Activity	3.X Coordinated Adjustment Mechanism	means an output, activity or deliverable that the licensee is applying to reallocate under Special Condition 3.X (Coordinated adjustment mechanism Re-opener).
Carry-over Network Innovation Allowance	5.x Carry-over NIA	means the allowance provided by Special Condition 5.3 (Carry-over Network Innovation Allowance) to extend the RIIO-1 Network Innovation Allowance for an additional Regulatory Year.
Claimant	6.1 Pass through items	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Common Network Asset Indices Methodology	9.2 NARM	means a methodology established pursuant to paragraph 9.2.3(a).
Complaint	4.3 - Broad measure of customer service output delivery incentive	means any expression of dissatisfaction made to the licensee that is related to any one or more of its products, its services or the manner in which it has dealt with any such expression of dissatisfaction, and where either a response is provided by or on behalf of the licensee at the point at which contact is made or a response is explicitly or implicitly required or expected to be provided thereafter.
Connections Element	4.3 - Broad measure of customer service output delivery incentive	means the element of the Customer Satisfaction Survey that measures customer satisfaction in relation to connections work carried out by the licensee for which the questions are prescribed in the RIGs.
Consumer Outcome	3.3 Evaluative PCD	means: (a) the expected benefits to existing and future consumers in terms of maintenance of existing levels of, or improvements in the Distribution System's capability or resilience; or (b) the expected benefits to consumers in terms of service quality over what would have been the whole life of the output specified in the relevant special condition had it been delivered as specified. In the context of works delivered by the licensee, this means the benefits to customers or consumers in terms of maintenance of existing levels of, or improvements in the network's capability or resilience, or benefits to consumers in terms of service quality, that can be attributed to, and reasonably expected from, the works delivered by the licensee over the whole life of the works delivered.
Consumer Prices Index Including Owner Occupiers' Housing Costs	2.1 Revenue restriction	means the monthly values of the “CPIH All Items”, series ID “L522”, published by the Office for National Statistics (or any other public body acquiring its functions).
Coordinated Adjustment Mechanism Re-opener	3.8 CAM	means the Re-opener established by Special Condition 3.8 (Coordinated Adjustment Mechanism Re-opener).
Cost-Benefit Analysis	9.2 NARM	means any analysis that considers, as appropriate, both the tangible costs (for example, the cost of replacement) and intangible costs (for example, costs associated with injury or loss of life) associated with, and benefits delivered by, an investment option or range of options.

Critical National Infrastructure	3.2 Uncertain Costs Re-openers	means those critical elements of infrastructure (namely assets, facilities, systems, networks or processes and the essential workers that operate and facilitate them), the loss or compromise of which could result in: (a) major detrimental impact on the availability, integrity or delivery of essential services – including those services whose integrity, if compromised, could result in significant loss of life or casualties – taking into account significant economic or social impacts; or (b) significant impact on national security, national defence, or the functioning of the state.
Customer		has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Customer Satisfaction Survey	4.3 - Broad measure of customer service output delivery incentive	means the survey used to measure the extent to which Customers are satisfied with the service provided by the licensee for the purposes of the broad measure of customer service output delivery incentive for which the questions are prescribed in the RIGS.
CVP	4.7 CVP	means the consumer value propositions which were submitted by the licensee in its Business Plan and accepted by the Authority in its RIIO-2 Final Determinations.
CVP Full Delivery	4.7 CVP	means the delivery as a minimum of the CVP Outputs for each CVP set out in Appendix 1 to Special Condition 4.7 (Consumer value proposition) by 31 March 2028.
CVP Output	4.7 CVP	means the outputs set out in Appendix 1 to Special Condition 4.7 (Consumer value propositions)
CVP Reward	4.7 CVP	means the values set out in Appendix 1 to Special Condition 4.7 (Consumer value propositions)
Cyber Resilience IT Baseline Allowances Table	3.2 Uncertain Costs Re-openers	means the table of that name sent by the Authority to the licensee on [date].
Cyber Resilience IT PCD Table	3.2 Uncertain Costs Re-openers	means the table of that name sent by the Authority to the licensee on [date].
Cyber Resilience IT Re-opener	3.2 Uncertain costs reopeners	means the Re-opener established by Part H of Special Condition 3.2 (Uncertain Costs Re-openers).
Cyber Resilience IT Re-opener Allowances Table	3.2 Uncertain Costs Re-openers	means the table of that name sent by the Authority to the licensee on [date].
Cyber Resilience OT Baseline Allowances Table	3.2 Uncertain Costs Re-openers	means the table of that name sent by the Authority to the licensee on [date].
Cyber Resilience OT PCD Table	3.2 Uncertain Costs Re-openers	means the table of that name sent by the Authority to the licensee on [date].
Cyber Resilience OT Re-opener	3.2 Uncertain costs reopeners	means the Re-opener established by Part G of Special Condition 3.2 (Uncertain Costs Re-openers).
Cyber Resilience OT Re-opener Allowances Table	3.2 Uncertain Costs Re-openers	means the table of that name sent by the Authority to the licensee on [date].
Data Best Practice	9.5 Digitalisation	means a set of principles referenced to in the Data Best Practice Guidance document
Data Best Practice Guidance	9.5 Digitalisation	means the guidance document issued by the Authority in accordance with Part D of Special Condition 9.5 (Digitalisation)
Data Services	7.X Low Carbon Networks Fund	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Defaulting Electricity Supplier	2.1 Pass through items	means an Electricity Supplier whose insolvency or liquidation has resulted in the licensee incurring Bad Debt. The timing and meaning of insolvency and liquidation should be interpreted in accordance with section 257 and the first Group of Parts of the Insolvency Act 1986.
Delayed	3.3 Evaluative PCD	means where the licensee has not delivered the output set out in the relevant special condition in full by the relevant delivery date, but has delivered or intends to deliver the output in full or in part at a later date.
Determined Outturn Network Risk Output	3.1 NRO	has the meaning given to that term in paragraph 3.1.35 in Special Condition 3.1 (Network risk outputs).
Digital Twin	3.2 Uncertain Costs Re-openers	means a digital representation of physical assets that can be used to monitor and predict performance
Digitalisation	9.5 Digitalisation	means using Energy System Data and digital technologies to generate benefits for consumers and stakeholders

Digitalisation Action Plan	9.5 Digitalisation	means a document prepared and published by the licensee in accordance with Part B of Special Condition 9.5 (Digitalisation)
Digitalisation Re-opener	3.2 Uncertain Costs Re-openers	means the Re-opener established by Part I of Special Condition 3.2 (Uncertain Costs Re-openers).
Digitalisation Strategy	9.5 Digitalisation	means a document prepared and published by the licensee in accordance with Part A of Special Condition 9.5 (Digitalisation)
Directly Attributable Costs	7.X RIIO-ED1 network innovation competition	means costs relating to the maintenance and management of intellectual property generated through Eligible NIC Projects (whether undertaken by the licensee or any Transmission Licensee or any other Electricity Distribution Licensees), that have not been otherwise funded through Network Charges or the NIC Funding Mechanism.
Directly Remunerated Services	7.X Low Carbon Networks Fund and others	has the meaning given in paragraph 9.7.5.
Disallowed expenditure	7.X RIIO-ED1 network innovation competition	means revenue received (whether by the licensee or any Transmission Licensee or any other Electricity Distribution Licensees) under the NIC Funding Mechanism, that the Authority determines has not been spent in accordance with the applicable provisions of the NIC Governance Document or the terms of the relevant Project Direction.
Distributed Generator	4.4 Interruptions incentive scheme	means an installation comprising any plant or apparatus for the production of electricity that is directly connected to the licensee's Distribution System or is connected to that system through one or more electricity networks (other than an onshore Transmission System) that is or are directly connected to it (or, where the context so requires, means a person that owns or operates such an installation).
Distribution Business	2.1 Revenue restriction	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).
Distribution Connection and Use of System Agreement	9.7 DRS	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).
Distribution Higher Voltage	4.4 Interruptions incentive scheme	means any nominal voltage of more than 1,000 volts up to and including 132 kilovolts (except in Scotland, where it means any nominal voltage of more than 1,000 volts, but less than 132 kilovolts).
Distribution Network Operator	9.2 NARM	means an Electricity Distribution Licensee subject to the RIIO-2 price control and identified in Part B of Special Condition 1.2 (Definitions and references) of this licence.
Distribution Services	2.1 Revenue restriction	means all services provided by the licensee as part of its Distribution Business other than Directly Remunerated Services.
Distribution Services Provider	7.X Low Carbon Networks Fund	means any Electricity Distributor in whose Electricity Distribution Licence the requirements of Section B of the standard conditions of that licence have effect (whether in whole or in part).
Distribution System	6.1 and others	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).
Domestic Customer		means a Customer who is supplied or requires to be supplied with electricity at Domestic Premises (but excludes such Customer insofar as they are supplied or requires to be supplied at premises other than Domestic Premises).
Domestic Premises	9.X Treating Domestic Customers Fairly	means premises at which a supply of electricity is taken wholly or mainly for domestic purposes.
DSAP Guidance	9.5 Digitalisation	means a document prepared and published by the licensee in accordance with Part C of Special Condition 9.5 (Digitalisation)
ED1 Price Control Financial Handbook	2.1 Revenue restriction (TVM)	has the meaning given to that term in Charge Restriction Condition 1B (Interpretation of Part 4) of this licence as in force on 31 March 2023.
ED1 Price Control Financial Model	7.3 Legacy MOD	has the meaning given to that term in Charge Restriction Condition 1B (Interpretation of Part 4) of this licence as in force on 31 March 2023.
ED2 Price Control Financial Handbook	8.1 Governance of the ED2 Price Control Financial Instruments and elsewhere	means the document of that name that was first published by the Authority to come into effect on 1 April 2023.
ED2 Price Control Financial Instruments	8.1 Governance of the ED2 Price Control Financial Instruments and elsewhere	means the ED2 Price Control Financial Handbook and the ED2 Price Control Financial Model.

ED2 Price Control Financial Model	8.1 Governance of the ED2 Price Control Financial Instruments and elsewhere	means the model of that name that was first published by the Authority to come into effect on 1 April 2023.
ED2 Price Control Financial Model Working Group	8.1 Governance of the ED2 Price Control Financial Instruments and elsewhere	means the working group identified in and whose terms of reference are set out in Chapter 2 of the ED2 Price Control Financial Handbook.
Efficiency	3.3 Evaluative PCD	means expenditure decision making by the licensee that resulted in lower costs than could have been reasonably expected at the time of submitting the Business Plan. This does not include: (a) where lower costs have been achieved by delivering a lower Consumer Outcome than would have been achieved if the licensee had delivered the output as specified in the relevant special condition; or (b) where expenditure decisions were the result of factors beyond the reasonable control of the licensee including, but not limited to growth in demand for the licensee's services or government policy.
Elective Communication Services	6.1 Pass through items	has the meaning given to that term in Condition 1 of the Smart Meter Communication Licence.
Electricity Distribution Licence	5.2 RIIO-2 network innovation allowance	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).
Electricity Distributor	7.X Low Carbon Networks	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).
Electricity Meters	6.1 Pass through items	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Electricity Network Innovation Competition Governance Document	7.X RIIO-ED1 network innovation competition	means the document of that name maintained by the Authority in accordance with Special Condition 7.X (RIIO-ED1 network innovation competition).
Electricity Supplier	6.1 Pass through items	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Electricity System Restoration Re-opener	3.2 Uncertain Costs Re-openers	means the Re-opener established by Part D of Special Condition 3.2 (Uncertain Costs Re-openers).
Electricity System Restoration Scope of Work	3.2 Uncertain Costs Re-openers	means the scope of work the licensee has agreed to undertake in order to assist the GB System Operator to meet its obligations to comply with the target Restoration Times that the Secretary of State directs the GB System Operator to have the capability to meet.
Eligible CNIA	ED	means the amount of expenditure spent or accrued by the licensee in respect of Eligible CNIA Projects.
Eligible CNIA Internal Expenditure	ED	means the amount of Eligible CNIA spent or accrued on the internal resources of the licensee.
Eligible CNIA Projects	ED	means RIIO-1 Network Innovation Allowance projects on which work commenced prior to 31 March 2023, pursuant to the requirements of the RIIO-1 NIA Governance Document.
Eligible LCN Fund Project	7.X Low Carbon Networks Fund	means a project undertaken by a Distribution Services Provider that in the Authority's view satisfies such requirements of the LCN Fund Governance Document as are necessary to enable the project to be funded under the LCNF First Tier Funding Mechanism, or the LCNF Second Tier and Discretionary Funding Mechanism (as the case may be).
Eligible NIC Project	7.X RIIO-ED1 network innovation competition	means a project undertaken by the licensee or any other Electricity Distribution Licensee or Transmission Licensee that in the Authority's view satisfies such requirements of the NIC Governance Document as are necessary to enable the project to be funded under the NIC Funding Mechanism.
Eligible SIF Project	9.X The strategic innovation fund	means a project undertaken by the licensee or any other Electricity Distribution Licensee that the Authority assesses as satisfying such requirements of the SIF Governance Document as are necessary to enable the project to be funded under the SIF Funding Mechanism.
Energy Ombudsman	4.3 - Broad measure of customer service output delivery incentive	means the person appointed to investigate and resolve consumer complaints against (amongst others) the licensee pursuant to a redress scheme approved by the Authority under section 49 of the Consumers, Estate Agents and Redress Act 2007.

Energy Ombudsman Findings Against the Licensee	4.3 - Broad measure of customer service output delivery incentive	means any Energy Ombudsman decisions requiring the licensee to make a payment exceeding that previously offered to the complainant, or finding the licensee should change its processes beyond what it had previously indicated to the complainant, or both.
Energy System Data Entry Point	9.5 Digitalisation 4.4 Interruptions Incentive Scheme	has the meaning given to that term in the Data Best Practice Guidance. has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Environmental Action Plan	9.1 Annual Environmental Report	means the document of that name that the licensee submitted as part of its Business Plan.
Environmental Action Plan Commitments	9.1 Annual Environmental Report	means the actions and initiatives that the licensee proposed in their Environmental Action Plan to undertake over the course of the Price Control Period.
Environmental Reporting Guidance	9.1 Annual Environmental Report	means the document of that name issued by the Authority in accordance with Part B of Special Condition 9.1 (Annual Environmental Report).
Equally Challenging	3.1 NRO	means presenting equal or higher challenge to the licensee compared to the Baseline Network Risk Outputs, where challenge relates to the scope for a licensee to over-deliver by carrying out the same volume of interventions but selecting different assets for intervention from those assumed in the setting of the Baseline Network Risk Outputs.
Evaluative Price Control Deliverable	3.3 Evaluative PCD	means a Price Control Deliverable specified in Special Condition 3.3 (Evaluative Price Control Deliverables).
Ex Ante Regulatory Equity	4.5 Major connections output delivery incentive	
Excess Specified Amount	6.1 Pass through items	has the meaning given to that term in standard condition 38B (Treatment of payment claims for last-resort supply where Valid Claim is received on or after 1 April 2019).
Exit Point	4.4 Interruptions incentive scheme	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Fault Related Interruptions	4.4 Interruptions incentive scheme	means high voltage level interruptions that occur due to faults on the network related to planned works that reduce network resilience during that period.
Former Electricity Supplier	6.1 Pass through items	means an Electricity Supplier whose supply licence has been revoked.
Full PCD Report	3.3 Evaluative PCD	has the meaning given to that term in the PCD Reporting Requirements and Methodology Document.
Fully Deliver	3.3 Evaluative PCD	means to deliver an output specified in the relevant licence condition in full on or before the delivery date specified in that licence condition.
Fully Delivered	3.3 Evaluative PCD	means where the output specified in the relevant licence condition has been delivered in full on or before the delivery date specified in that licence condition.
Fully Delivered With An Alternative Specification	3.3 Evaluative PCD	means where the licensee has delivered a different specification to that set out in the relevant special condition, while achieving a Consumer Outcome that is materially equivalent or better than what would have been achieved if the licensee had delivered the output as set out in the relevant special condition.
Funding Return	7.X ED1 network innovation competition	means the total amount, in respect of the licensee, of any amounts arising under the Funding Return Mechanism.
Funding Return Mechanism	7.X ED1 network innovation competition	means the mechanism that provides for the recovery from the licensee and from Transmission Licensees and any other Electricity Distribution Licensees, in each case to such extent (if any) as may be relevant, of: (a) Halted Project Revenues; (b) Disallowed Expenditure; (c) Returned Royalty Income; and (d) Returned Project Revenues.
GB System Operator	ED/3.2 Uncertain Costs Re-openers (Electricity System Restoration Re-Opener (previously Black Start))	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).

GB Transmission System	ED/3.2 Uncertain Costs Re-openers (Electricity System Restoration Re-Opener (previously Black Start))	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).
General Enquiries Element	4.3 - Broad measure of customer service output delivery incentive	means the element of the Customer Satisfaction Survey that measures customer satisfaction in relation to general enquiries work carried out by the licensee for which the questions are prescribed in the RIGs.
Green Recovery Scheme	3.10.	means the Authority's coordinated whole systems approach to accelerating low regrets network investment to reduce barriers, support an equitable transition and stimulate economic recovery and low-carbon development announced on 8 February 2021.
Green Recovery Scheme Project Costs	3.10.	means any costs directly or indirectly incurred by the licensee in respect of schemes approved by the Authority in its decision titled 'RIIO-ED1 Green Recovery Scheme' published on 24 May 2021 as part of the Green Recovery Scheme.
IIS Customer	4.4 Interruptions incentive scheme	means in relation to any energised or de-energised Entry Point or Exit Point on the licensee's Distribution System where Metering Equipment is used for the purpose of calculating charges for electricity consumption, the person who is providing or is taken to be providing a supply of electricity through that Entry Point, or the person who is receiving or is taken to be receiving a supply of electricity through that Exit Point
Improvement Plan	3.2 Uncertain Costs Re-openers	means a plan of the sort that the licensee was invited to submit at bullet point 2 on page 7 of the document titled 'Ofgem Competent Authority Guidance for Downstream Gas and Electricity in Great Britain' published by the Authority on 30 November 2018.
Incentive on Connections Engagement Guidance	7.9 Close out of ICE	means the document of that name maintained by the Authority in accordance with Special Condition 7.9 (Close out of the RIIO-ED1 Incentive on Connections Engagement).
Incidents	4.4 IIS ODI	has the meaning given to that term in the RIGs.
Income from Theft Recovery	9.7 DRS	means for a particular Regulatory Year, an amount derived as the sum of any monies received in respect of the value of electricity as referred to in paragraph 49.7 of standard condition 49 (Electricity Distribution Losses Management Obligation and Distribution Losses Strategy) plus any additional monies recovered in respect of other costs as detailed in paragraph 49.8 of that condition.
Incurred NARM Expenditure	3.1 NRO	TBD
Information Gathering Plan	9.2 NARM	means a plan required by Part E of Special Condition 9.2 (Network Asset Risk Metric methodology).
Innovation	3.3 Evaluative PCD	means: (a) solutions that have been trialled by any Network Licensee as part of a RIIO-1 Network Innovation Allowance project pursuant to the requirements of the RIIO-1 NIA Governance Document or a RIIO-2 NIA Project; or (b) involves the application of technology, systems or processes that were not proven as at the time of submission of the Business Plan.
Innovation Strategy	ED	means a document published by the licensee that complies with the requirements set out in the Strategy Decision for RIIO-ED1 – Outputs, incentives and innovation subsidiary document, chapter 10, paragraph 10.16 published by the Authority on 4 March 2013.
IT	3.2 Uncertain Costs Re-openers	means a licensee's information technology for business systems that relate to the use of computers, software, hardware and other systems and devices to perform business operations.
Justified Over-Delivery	3.1 NRO	TBD
Justified Under-Delivery	3.1 NRO	TBD
LCN Fund Governance Document	7.X Low Carbon Networks Fund	means the document issued by the Authority under Special Condition 7.X (Low Carbon Networks Fund).

LCN Fund Returned Project Revenues	7.X Low Carbon Networks Fund	<p>means:</p> <p>a) Revenues received (whether by the licensee or another Distribution Services Provider) under the LCNF Second Tier and Discretionary Funding Mechanism in respect of an Eligible LCN Fund Project that the Authority determines have not been spent, and where the project has been carried out in accordance with the applicable provisions of the LCN Fund Governance Document and/or the terms of the relevant LCNF Project Direction; or</p> <p>b) Revenues earned from Eligible LCN Fund Project (whether by the licensee or another Distribution Services Provider) other than Returned LCN Fund Royalties, that the Authority determines are payable to customers.</p>
LCNF Approved Amount	7.X Low Carbon Networks Fund	means an amount approved by the Authority in relation to a claim submitted by a Distribution Services Provider to receive funding for an Eligible LCN Fund Project under the LCNF Second Tier and Discretionary Funding Mechanism, where such claim complies in all respects with such requirements as are imposed by the LCN Fund Governance Document.
LCNF Directly Attributable Costs	7.X Low Carbon Networks Fund	means the costs relating to the maintenance and management of intellectual property generated through Second Tier LCN Fund projects (whether by the licensee or another Distribution Services Provider) that have not must not have been remunerated by Use of System Charges, charges for Metering Point Administration Service, Legacy Metering Equipment Charges, revenue from Data Services, Directly Remunerated Services or by the LCNF Second Tier and Discretionary Funding Mechanism.
LCNF Disallowed Expenditure	7.X Low Carbon Networks Fund	means revenue received (whether by the licensee or another Distribution Services Provider) under the LCNF Second Tier and Discretionary Funding Mechanism that the Authority determines not to have been spent in accordance with the provisions of the LCN Fund Governance Document or those of the relevant LCNF Project Direction.
LCNF Discretionary Funding	7.X Low Carbon Networks Fund	means the aggregate (for the licensee and all other Distribution Services Providers) of the discretionary funding awarded by the Authority, in accordance with the LCN Fund Governance Document, in respect of Eligible LCN Fund Projects.
LCNF First Tier Funding Mechanism	7.X Low Carbon Networks Fund	means the mechanism used for the recovery of funding for Eligible LCN Fund Projects raised through revenues contributed through the licensee's Use of System Charges between 1 April 2010 and 31 March 2015.
LCNF Halted Project Revenues	7.X Low Carbon Networks Fund	means revenues received (whether by the licensee or another Distribution Services Provider) under the LCNF Second Tier and Discretionary Funding Mechanism in respect of an Eligible LCN Fund Project that have not yet been spent, or otherwise committed, at the time that the Authority requires that Eligible LCN Fund Project to be halted in accordance with the provisions of the LCN Fund Governance Document or those of the relevant LCNF Project Direction.
LCNF Project Direction	7.X Low Carbon Networks Fund	means a direction issued by the Authority pursuant to the LCN Fund Governance Document setting out the terms to be followed in relation to the Eligible LCN Fund Project as a condition of its funding pursuant to the LCNF Second Tier and Discretionary Funding Mechanism.

LCNF Second Tier and Discretionary Funding Mechanism	7.X Low Carbon Networks Fund	means the mechanism governed by Special Condition 7.X (Low Carbon Networks Fund) and the LCN Fund Governance Document used for the recovery by, and apportionment among, the licensee and other Distribution Services Providers of: (a) ECNF Second Tier Funding; (b) ECNF Discretionary Funding; (c) ECNF Halted Project Revenues; (d) ECNF Disallowed Expenditure; (e) R eturned LCN Fund Royalties; and (f) ECN Fund Returned Project Revenues.
LCNF Second Tier Funding	7.X Low Carbon Networks Fund	means the aggregate (for the licensee and all other Distribution Services Providers) of all the LCNF Approved Amounts in the 2015/16 Regulatory Year.
LCNt Formula	7.X Low Carbon Networks Fund	has the meaning given to that term in Special Condition XX.
Legacy Metering Equipment	7.X Low Carbon Networks Fund	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Legacy Metering Equipment Charges	7.X Low Carbon Networks Fund	means the charges levied by the licensee for the provision of Legacy Metering Equipment in accordance with the relevant charging statement prepared by the licensee under standard condition 36 (Charges for the provision of Legacy Metering Equipment and Data Services).
Licensed Activity	6.1 and others	TBD
Local Area Energy Plan	3.6 Net Zero Re-opener and Price Control Deliverable	means a plan that is the product of a process: (a) through which a range of stakeholders including other Network Licensees and local authorities agree on the optimal long-term energy solutions for an area; and (b) that has been conducted in the context of enabling energy systems with net zero carbon emissions.
Long-term Monetised Risk	9.2 NARM	means the Monetised Risk measured over a defined period of time greater than one year from a given start date and equal to the cumulative Single-year Monetised Risk values over the defined period.
Long-term Monetised Risk Benefits	9.2 NARM	TBD
Low Carbon Networks Fund	7.X Low Carbon Networks Fund	means the funding mechanism of that name that was in operation during distribution price control review 5 between 2010 and 2015 to incentivise the development of low carbon networks.
Major Connections Customer Satisfaction Survey	4.5 Major connections output delivery incentive	
Major Connections Output Delivery Incentive Guidance	4.5 Major connections output delivery incentive	means the document of that name issued by the Authority in accordance with Part C of Special Condition 4.5 (Major connections output delivery incentive).
Margin	9.7 DRS	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).
Materiality Threshold	8.1 Governance of the ED2 Price Control Financial Instruments and elsewhere	[TBC - will be a value for each licensee]
Metering Equipment	4.4 Interruptions incentive scheme	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Metering Point Administration Service	7.X Low Carbon Networks Fund	means the service of that name that the licensee must operate and maintain in accordance with the requirements of standard condition 18 (Provision of and charges for Metering Point Administration Services).
Metering Service	9.7 DRS	has the meaning given to that term in Standard Condition 1 (Definitions for the standard conditions).
Monetised Risk	9.2 NARM	means an estimation of Asset Risk as derived in accordance with the NARM Methodology as well as the similarly derived estimated risks associated with aggregated asset groupings, and disaggregated sub-components, as relevant.

Monetised Risk Benefit	9.2 NARM	means the risk benefit delivered or expected to be delivered by an NARM Asset Intervention, which: (a) is the difference between without intervention and with intervention Monetised Risk; (b) can be measured over one year or over a longer period of time; and (c) includes both direct (i.e. on the asset itself) and indirect (i.e. on adjacent assets or on the wider system) Monetised Risk Benefits.
NARM Asset	9.2 NARM	means an asset specified within the NARM Methodology where its associated Monetised Risk can be estimated by applying the NARM Methodology.
NARM Asset Intervention	9.2 NARM	means a deliberate action, on the part of the licensee, that improves or maintains the Monetised Risk of an asset or group of assets.
NARM Asset Register Category	3.1 NRO	means a category of assets with similar functions and design as specified in the NARM Methodology.
NARM Justification Report	3.1 NRO	means a report required by paragraph 3.1.20 of Special Condition 3.1 (Network risk outputs).
NARM Methodology	9.2 NARM	means a methodology comprised of the Common Network Asset Indices Methodology and the Network Asset Indices Methodology.
NARM Objectives	9.2 NARM	means the objectives set out in Part B of Special Condition 9.2 (Network Asset Risk Metric methodology).
NARM Performance Report	3.1 NRO	means a report required by Part E of Special Condition 3.1 (Network risk outputs).
National Electricity Transmission System	3.2 Uncertain Costs Re-openers (Electricity System Restoration Re-Opener (previously Black Start))	means the system consisting (wholly or mainly) of high voltage electric lines owned or operated by transmission licensees within Great Britain, in the territorial sea adjacent to Great Britain and in any Renewable Energy Zone and used for the transmission of electricity from one generating station to a sub-station or to another generating station or between sub-stations or to or from any interconnector and includes any electrical plant or meters owned or operated by any transmission licensee within Great Britain, in the territorial sea adjacent to Great Britain and in any Renewable Energy Zone in connection with the transmission of electricity.
National Parks	3.5 VAP UIOLI	means the areas that are designated as protected areas as defined in the National Parks and Access to the Countryside Act 1949.
National Scenic Areas	3.5 VAP UIOLI	means the areas that are defined in the Town and Country Planning (Scotland) Act 1997 as being of outstanding scenic value in a national context.
Net Revenue	9.7 DRS	means the difference between the revenue received from charges for services specified in DRS10 Value Added Services in Special Condition 9.7 (Directly Remunerated Services) in a particular Regulatory Year and the marginal costs directly associated with the provision of those services in the same Regulatory Year, being in each case: (a) ascertained on a normal accruals basis and in accordance with any RIGs that apply for the purposes of this condition; and (b) for the purposes of paragraph 9.7.13, expressed as a negative figure when the revenue received exceeds the associated marginal costs.
Net Zero Carbon Targets	3.6 Net Zero Re-opener and Price Control Deliverable	means the targets set out in: (a) section 1 of the Climate Change Act 2008; (b) section A1 of the Climate Change (Scotland) Act 2009; and (c) section 29 of the Environment (Wales) Act 2016.
Net Zero Development	3.6 Net Zero Re-opener and Price Control Deliverable	means a change in circumstances related to the achievement of the Net Zero Carbon Targets that is: (a) a change in national government policy (including policies of the devolved national parliaments); (b) a change in local government policy; (c) the successful trial of new technologies or other technological advances; (d) a change in the pace or nature of the uptake of low carbon technologies; or (e) new investment arising from the agreement of a Local Area Energy Plan or an equivalent arrangement.

Net Zero Re-opener	3.6 Net Zero Re-opener and Price Control Deliverable	means the Re-opener established by Part C of Special Condition 3.6 (Net Zero Re-opener and Price Control Deliverable).
Network Asset	9.2 NARM	means the assets that collectively form the Distribution System to which this licence relates, and includes the principal components of those assets.
Network Asset Indices Methodology	9.2 NARM	means a methodology established pursuant to paragraph 9.2.3(b).
Network Asset Risk Metric	9.2 NARM	means the Monetised Risk associated with a NARM Asset or the Monetised Risk Benefit associated with an NARM Asset Intervention.
Network Asset Risk Workbook	9.2 NARM	means the workbook containing the licensee's Baseline Network Risk Outputs issued by the Authority in accordance with Part c of Special Condition 3.1 (Network risk outputs).
Network Charges	2.1 Revenue Restriction	has the meaning given to the term "Use of System Charges" in standard condition 1 (Definitions for the standard conditions) of this licence.
Network Licensee	multiple	means the holder of a licence granted under section 7 of the Gas Act 1986 or section 6(1)(b) or (c) of the Act.
NIA	5.2 RIIO-2 network innovation allowance	means the network innovation allowance provided by Special Condition 5.2 (RIIO-2 network innovation allowance).
NIC	7.X ED1 network innovation competition	means the arrangements known as the network innovation competition established by Charge Restricted Condition 5A (The Network Innovation Competition) of this licence as in force on 31 March 2023.
NIC Funding	7.X ED1 network innovation competition	means the amount transferred to the licensee to fund the implementation of a NIC Project.
NIC Funding Mechanism	7.X RIIO-ED1 network innovation competition	means the arrangements, pursuant to this condition, for the recovery by the System Operator through its Transmission Network Charges of the amount of total authorised NIC Funding in any Regulatory Year and the apportionment of that amount amongst the System Operator, the licensee, and other Electricity Distributors and Transmission Licensees.
NIC Projects	7.X RIIO-ED1 network innovation competition	means a project undertaken by a licensee that appears to the Authority to satisfy such requirements of the NIC Governance Document as are necessary for the project to be funded under the NIC Funding Mechanism.
Non-intervention Risk Changes	3.1 NRO	TBD
Non-NARM Asset Interventions	3.1 NRO	TBD
Not Delivered	3.3 Evaluative PCD	means where the licensee has not delivered the output as set out in the relevant special condition in full or in part by the relevant delivery date and does not intend to deliver the output in full or in part at a later date.
ORA	5.2 RIIO-2 network innovation allowance	means other revenue allowance.
OT	3.2 Uncertain Costs Re-openers	means a licensee's operational technology and information systems that monitor and control physical devices and processes of operations which relate to electricity distribution.
Other Exceptional Event	4.4 Interruptions incentive scheme	Other Exceptional Event means a non-weather event that: <ul style="list-style-type: none"> (a) was a consequence of a cause external to the licensee: <ul style="list-style-type: none"> (i) including an incident on a Transmission System or other connected network, or from contact with a foreign object, terrorism or vandalism; (ii) but does not include Fault Related Interruptions occurring on the Distribution System; and (b) contributes more than the threshold amount specified for the licensee in Appendix 11 to Special Condition 4.4 (Interruptions Incentive Scheme output delivery incentive) to CIIS or CMLIS in a three month period.

Outturn Network Risk Output	3.1 NRO	means the Monetised Risk Benefit delivered during the Price Control Period through the licensee's NARM Asset Interventions and derived so as to give a fair and accurate reflection of the licensee's delivery when compared against Baseline Network Risk Outputs as part of the Authority's assessment of the licensee's overall delivery of its Baseline Network Risk Outputs.
Outturn Unit Cost of Risk	3.1 NRO	has the meaning given to that term in paragraph 3.1.39 in Special Condition 3.1 (Network risk outputs).
Partial Shutdown	3.2 Uncertain Costs Re-openers	has the meaning given to that term in the Grid Code.
Partially Delivered	3.3 Evaluative PCD	means where the licensee has delivered some, but not all of the output specified in the relevant special condition.
Partially Delivered With Alternative Specification	3.3 Evaluative PCD	means where the licensee has delivered a different specification to that set out in the relevant special condition, while achieving only part of the Consumer Outcome that would have been achieved if the licensee had delivered the output as set out in the relevant special condition.
Partner Licensee	3.X	means a Network Licensee that has agreed to accept or transfer responsibility for a CAM Activity.
PCD Reporting Requirements and Methodology Document	3.3 Evaluative PCD	means the document of that name issued by the Authority in accordance with Part B of Special Condition 9.3 (Price Control Deliverable Reporting Requirements and Methodology Document).
PCFM Variable Value	1.1 Interpretation and definition	means the values in the table of that name in the ED2 Price Control Financial Handbook.
Physical Security Re-opener	3.2 Uncertain Costs Re-openers	means the Re-opener established by Part B of Special Condition 3.2 (Uncertain Costs Re-openers).
Physical Security Upgrade Programme	3.2 Uncertain Costs Re-openers	means physical security investment at Critical National Infrastructure sites as mandated by government.
Prescribed Rates	6.1 Pass through items	(a) business rates in England and Wales; and (b) non-domestic rates in Scotland or any equivalent tax or duty replacing those rates that is levied on the licensee in respect of its Licensed Activity.
		Old def: (a) in England and Wales, the rates payable by the licensee in respect of hereditaments on the Central Rating Lists (England and Wales) compiled under section 52 of the Local Government Finance Act 1988 (or any legislation amending or replacing those enactments); or (b) in Scotland, the rates payable by the licensee in respect of any land and heritages on the Valuation Rolls compiled under the Local Government (Scotland) Act 1975 or the Local Government (Scotland) Act 1994 (or any legislation amending or replacing those enactments).
Price Control Deliverable	1.1 Interpretation and definition	means the outputs, delivery dates and associated allowances specified in Special Conditions 3.3 (Evaluative Price Control Deliverables) and 3.6 (Net Zero Re-opener and Price Control Deliverable).
Price Control Period	multiple	means the period of five Regulatory Years commencing on 1 April 2023.
Project Direction	7.X ED1 network innovation competition	means a direction issued by the Authority pursuant to the NIC Governance Document setting out the terms to be followed in relation to an Eligible NIC Project as a condition of its funding under the NIC Funding Mechanism.
Rail Electrification Costs	3.2 Uncertain Costs Re-openers	means costs incurred or expected to be incurred, other than those recoverable from a third party, associated with the diversion of electric lines or electrical plant to facilitate a Rail Electrification Project.
Rail Electrification Costs Re-opener	3.2 Uncertain Costs Re-openers	means the Re-opener established by Part C of Special Condition 3.2 (Uncertain Costs Re-openers).
Rail Electrification Project	3.2 Uncertain Costs Re-openers	means a project for the electrification of a discrete rail route approved by the Secretary of State.
RAV	7.6 Legacy net RAV additions	means regulatory asset value.
Rebased Baseline Network Risk Outputs	9.2 NARM	means a Baseline Network Risk Output that has been revised to give effect to a modified NARM Methodology as approved under paragraph 9.2.9 of Special Condition 9.2 (Network Asset Risk Metric methodology) pending the Authority's approval. If approved by the Authority, the Rebased Baseline Network Risk Output will supersede the Baseline Network Risk Output for the purposes of Special Condition 3.1 (Network risk outputs).

Rebasing	3.1 NRO	means the process of modifying the Baseline Network Risk Outputs as set out in Part D of Special Condition 3.1 (Network risk outputs).
Recovered Revenue	2.1 Revenue Restriction	has the meaning given to that term in Part B of Special Condition 2.1 (Revenue restriction).
Regulatory Year	9.X The strategic innovation fund	means a period of twelve months commencing on 1 April.
	9.1 Annual Environmental Report of ICE	
Related Undertaking	7.10 Close out of ICE	
	9.7 DRS	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Relevant Assets	9.7 DRS	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Relevant Market Segments	4.5 Major connections output delivery incentive	
Relevant Valuation Agency	6.1 Pass through items	means: (a) the Valuation Office Agency in England and Wales; and (b) the Scottish Assessors Association in Scotland.
Remote Transmission Assets	6.1 Pass through items	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Renewable Energy Zone	3.2 Uncertain Costs Re-openers	means an area designated by Order in Council under section 84(4) of the Energy Act 2004.
Re-opener Guidance and Application Requirements Document	9.4 Re-opener Guidance and Application Requirements Document	means the document of that name issued by the Authority in accordance with Part B of Special Condition 9.4 (Re-opener Guidance and Application Requirements Document).
Re-openers	3.2 Uncertain Costs Re-openers	means the mechanisms created by Special Condition 3.2 (Uncertain Costs Re-openers), xx
Repeat Complaints	4.3 Broad measure of customer service output delivery incentive	means any Complaint in relation to which the complainant makes contact with the licensee to express dissatisfaction in respect of the same or substantially the same matter that was the subject of a previously Resolved Complaint within the previous 12 month period.
Resolved Complaint	4.3 Broad measure of customer service output delivery incentive	means a Complaint in respect of which there remains no outstanding action to be taken by the licensee because: (i) the Complaint been resolved to the satisfaction of the relevant consumer, (ii) although the consumer is not openly satisfied with the outcome of the Complaint, the consumer has agreed that the licensee has taken all action reasonably expected, or (iii) the consumer has not made further contact with the licensee within 28 calendar days of despatch by the licensee of its substantive response to the Complaint. For the avoidance of doubt, in the case of (iii), the date at which the Complaint should be treated as resolved is the date at which the response was despatched.
Restoration Times	3.2 Uncertain Costs Re-openers	means the time it would take to energise a part or parts of the National Electricity Transmission System following a Total Shutdown or Partial Shutdown.
Retail Prices Index	2.1 revenue restriction	means the monthly values of the “RPI All Items Index”, series ID “CHAW”, published by the Office for National Statistics (or any other public body acquiring its functions).
Returned Costs	6.1 Pass through items	means costs received by the licensee from a Claimant relating to the restatement of a Valid Claim under standard condition 38B (Treatment of payment claims for last-resort supply where Valid Claim is received on or after 1 April 2019) including, but not limited to, the difference between actual and estimated costs, where the Claimant was credited by the administrator of a Former Electricity Supplier in relation to whose customers the Claimant has been appointed as Supplier of Last Resort, and where the Claimant subsequently made a Valid Claim to recover a proportion of those recovered costs.
Returned LCN Fund Royalties	7.X Low Carbon Networks Fund	means the revenues earned from intellectual property generated through Second Tier LCN Fund projects (whether by the licensee or another Distribution Services Provider), less LCNF Directly Attributable Costs, and that are payable to customers under the LCNF Second Tier and Discretionary Funding Mechanism, and is calculated in accordance with the provisions of the LCN Fund Governance Document.

Returned Project Revenues	7.X RIIO-ED1 network innovation competition	means: (a) revenues received by the licensee from the System Operator under the NIC Funding Mechanism in respect of an Eligible NIC Project that the Authority determines have not been spent, and where that Eligible NIC Project has been carried out in accordance with the applicable provisions of the NIC Governance Document or the terms of the relevant Project Direction; and (b) revenues earned from Eligible NIC Projects by the licensee other than Returned Royalty Income, that the Authority determines are payable to customers.
Returned Royalty Income	7.X RIIO-ED1 network innovation competition	means revenue earned from intellectual property generated through Eligible NIC Projects (whether undertaken by the licensee or any Transmission Licensees or any other Electricity Distribution Licensees), less Directly Attributable Costs, that is payable to customers under the NIC Funding Mechanism, as calculated in accordance with the provisions of the NIC Governance Document.
RIGs	6.1 Pass through items	means the document published by the Authority in accordance with Standard Condition 46 (Regulatory Instructions and Guidance).
RIIO-1 Network Innovation Allowance	5.3 Carry over NIA	means the network innovation allowance established by Charge Restriction Condition 2J (The Network Innovation Allowance) of this licence as in force on 31 March 2023.
RIIO-1 NIA Governance Document	5.3 Carry over NIA	means the document of that name issued by the Authority under Part D of Charge Restriction Condition 2J (The Network Innovation Allowance) as in force on 31 March 2023.
RIIO-1 Price Control Period	7.X ED1 network innovation competition	means the price control that applied to the licensee for the period of eight years beginning on 1 April 2015.
RIIO-2 Final Determinations	3.2 Uncertain Costs Re-openers	means the documents published by the Authority on [date] setting out the Authority's decisions in relation to the Price Control Period.
RIIO-2 NIA Governance Document	5.2 RIIO-2 network innovation allowance	means the document issued by the Authority in accordance with Part B of Special Condition 5.2 (RIIO-2 network innovation allowance).
RIIO-2 NIA Projects	5.2 RIIO-2 network innovation allowance	means those projects undertaken by the licensee that appear to the Authority to satisfy such requirements of the RIIO-2 NIA Governance Document as are necessary to enable the projects to be funded under the provisions of Special Condition 5.2 (RIIO-2 network innovation allowance).
RIIO-ED1 Period	5.2 RIIO-2 network innovation allowance	means the period of eight Regulatory Years commencing on 1 April 2015.

Second Tier LCN Fund	7.X Low Carbon Networks Fund	means the fund for high-value innovation projects which was in operation during distribution price control review 5 between 2010 and 2015 to incentivise the development of low carbon networks.
Severe Weather Event	4.4 Interruptions incentive scheme	<p>Severe Weather Event means a weather event that causes a number of high voltage faults at Distribution Higher Voltage in any 24 hour periods, which exceeds the number specified in Appendix 9 to Special Condition 4.4 (Interruptions Incentive Scheme). The duration of the event is calculated is determined in accordance with the following:</p> <p>(a) the event starts at the beginning of a 24-hour period when the number of high voltage faults at Distribution Higher Voltage caused by the event in that period is equal to or greater than the number specified in Appendix 9; and</p> <p>(b) the event ends at a time determined by the Authority having regard to:</p> <p>(i) such time as the licensee may have declared was the end of the severe weather event in its statement of facts submitted under paragraph 4.4.10(b) of Special Condition 4.4;</p> <p>(ii) the time of restoration of the last Customer off supply due to a low voltage Incident linked to the underlying cause of the sever weather (provided that all Customers off supply to high voltage Incidents linked to the underlying cause of the event have been restored); and</p> <p>(iii) the end of a 48 hour period when the number of Customers off supply due to high voltage Incidents linked to the underlying cause of the severe weather event has fallen to zero.</p>
SIF	9.X The strategic innovation fund	means the strategic innovation fund established by Special Condition 9.X (The strategic innovation fund).
SIF Directly Attributable Costs	9.X The strategic innovation fund	means costs relating to the maintenance and management of intellectual property generated through Eligible SIF Projects undertaken by the licensee that have not been otherwise remunerated through Network Charges, Directly Remunerated Services or the SIF Funding Mechanism.
SIF Disallowed Expenditure	9.X The strategic innovation fund	means any revenue received by the licensee from NGESO under the SIF Funding Mechanism that the Authority determines has not been spent in accordance with the applicable provisions of the SIF Governance Document or the terms of the relevant SIF Project Direction

SIF Funding	9.X The strategic innovation fund	means the proportion (if any) of the total amount of funding raised by NGESO in accordance with the SIF Funding Mechanism that the Authority determines is to be allocated to the licensee in respect of its Eligible SIF Projects, as adjusted by the amount of any SIF Funding Return.
SIF Funding Mechanism	9.X The strategic innovation fund	means the mechanism by which the licensee receives the amount of authorised SIF Funding in any Regulatory Year from NGESO, less any SIF Funding Return
SIF Funding Return	9.X The strategic innovation fund	means the total amount, in respect of the licensee, of any amounts arising under the SIF Funding Return Mechanism.
SIF Funding Return Mechanism	9.X The strategic innovation fund	means the mechanism which provides for payments to be made by the licensee to NGESO, as may be relevant in each of the following cases to such extent (if any) as may be relevant, of: a) SIF Halted Project Revenues; b) SIF Disallowed Expenditure; c) SIF Returned Royalty Income; and d) SIF Returned Project Revenues.
SIF Governance Document	9.X The strategic innovation fund	means the document issued by the Authority under Part C of Special Condition 9.X (The Strategic Innovation Fund)
SIF Halted Project Revenues	9.X The strategic innovation fund	means any revenues received by the licensee from NGESO under the SIF Funding Mechanism in respect of an Eligible SIF Project which have not yet been spent, or otherwise committed, at the time that the Authority requires that project to be halted in accordance with the applicable provisions of the SIF Governance Document or the terms of the relevant SIF Project Direction
SIF Project Direction	9.X The strategic innovation fund	means a direction issued by the Authority pursuant to the SIF Governance Document setting out the terms to be followed in relation to an Eligible SIF Project as a condition of its funding under the SIF Funding Mechanism.
SIF Returned Project Revenues	9.X The strategic innovation fund	means: a) revenues received by the licensee from NGESO under the SIF Funding Mechanism in respect of an Eligible SIF Project that the Authority determines have not been spent, and where that project has been carried out in accordance with the applicable provisions of the SIF Governance Document and/or the terms of the relevant SIF Project Direction; or b) revenues earned from Eligible SIF Projects by the licensee other than Returned Royalty Income, that the Authority determines are payable to customers.
SIF Returned Royalty Income	9.X The strategic innovation fund	means revenue earned from intellectual property generated through Eligible SIF Projects undertaken by the licensee, less SIF Directly Attributable Costs, and that is payable to customers under the SIF Funding Mechanism, as calculated in accordance with the provisions of the SIF Governance Document.
Single-year Monetised Risk	9.2 NARM	means the Monetised Risk measured over a given one-year time period.
Smart Meter Communication Licence	6.1 Pass through items	means a licence granted under section 6(1A) of the Act and section 7AB(2) of the Gas Act 1986.
Smart Meter Communication Licensee Costs	6.1 Pass through items	means charges payable by the licensee (by virtue of the requirement for it to be a party to the Smart Energy Code) to the holder of the Smart Meter Communication Licence in accordance with section J of the Smart Energy Code, excluding any charges in respect of Elective Communication Services.
Smart Meter Energy Code	6.1 Pass through items	has the meaning given to it in Condition 1 of the Smart Meter Communication Licence.
Smart Meter Information Technology Costs	6.1 Pass through items	has the meaning given to that term in the RIGs.

Smart Meter Roll-out Costs	9.7 DRS	TBD if needed
Smart Meters		has the meaning given to that term in Condition 1 of the Smart Meter Communication Licence.
SONIA	2.1 Revenue restriction	means the daily values of the sterling overnight index average, series ID “IUDSOIA”, published by the Bank of England (or any other public body acquiring its functions).
Specified Lines	4.3 Broad measure of customer service output delivery incentive	means telephone lines having any of the following numbers: (a) the safety and security of supplies enquiry service telephone number operated by the licensee or by its appointed agents (or contractors); (b) the power outage telephone number (and its equivalents) (if different to the above) operated by the licensee or by its appointed agents (or contractors); and (c) telephone numbers operated by contractors or agents of the licensee who provide an overflow or crisis management facility during peak periods.
Specified Street Works Costs	3.2 Uncertain Costs	
Specified Street Works Costs Re-opener	3.2 Uncertain Costs	means the Re-opener established by Part F of Special Condition 3.2 (Uncertain Costs Re-openers).
Successful Delivery Reward	7.X ED1 network innovation competition	has the meaning given to that term by the NIC Governance Document.
Supplier of Last Resort	6.1 Pass through items	means an Electricity Supplier that has been given a direction under standard condition 8 (Obligations under Last Resort Supply Direction) of the standard conditions of the Electricity Suppliers' licences to supply electricity to the customers of another Electricity Supplier.
Supply Interruptions Element	4.3 Broad measure of customer service output delivery incentive	means the element of the Customer Satisfaction Survey that measures customer satisfaction in relation to unplanned supply interruptions work carried out by the licensee for which the questions are prescribed in the RIGs.
System Operator	7.X RIIO-ED1 network innovation competition	means the holder for the time being of a Transmission Licence in relation to which licence the Authority or the Secretary of State, where appropriate, has issued a Section C (system operator standard conditions) Direction and where Section C remains in effect (whether or not subject to any terms included in such a direction or to any subsequent variation of its terms).
Tax Reconciliation	9.8 Tax reconciliation assurance statement	means the reconciliation between the licensee's Calculated Tax Allowance and its Actual Corporation Tax Liability as reported to the Authority as part of the ED2 Price Control Financial Model.
Total NIA Expenditure	5.2 RIIO-2 network innovation allowance	means expenditure that satisfies the requirements of the RIIO-2 NIA Governance Document and is partly recovered by the licensee under the Special Condition 5.2 (RIIO-2 network innovation allowance).
Total Shutdown	3.2 Uncertain Costs Re-openers	has the meaning given to that term in the Grid Code.
Totex Allowance	multiple	means the sum of values under the heading “Totex allowance” in the “Input” sheet of the ED2 Price Control Financial Model.
Totex Incentive Mechanism	multiple	means the mechanism within the ED2 Price Control Financial Model which provides for the licensee to bear a specified share of any overspend, or retain a specified share of any underspend, represented in either case by a difference between: (a) the licensee’s Totex Allowance; and (b) the licensee’s actual totex expenditure.
Totex Incentive Strength Rate	4.4 Interruptions incentive scheme	has the value for specified for the licensee below: XXX: XX%

Transmission Connection Point Charges	6.1 Pass through items	means the sum of: (a) charges payable by the licensee that are levied by a Transmission Licensee as connection charges by direct reference to the number or nature of connections between the licensee's Distribution System and the GB Transmission System, and includes any associated Transmission Use of System Charges and any remote transmission asset rentals payable by the licensee; and (b) charges payable by the licensee to another authorised distributor in respect of units transported from that person's network.
Transmission Licence	9.X The strategic innovation fund	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Transmission Licensee	5.2 RIIO-2 network innovation allowance	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Transmission Network Charges	9.X The strategic innovation fund 7.X ED1 network innovation competition	means charges levied by a Transmission Licensee in respect of the provision of Transmission Network Services.
Transmission Network Services	7.X ED1 network innovation competition	means all services provided by a Transmission Licensee as part of its transmission business other than excluded services and in relation to any area of the national electricity transmission system operator area the balancing services activity
Transmission System	4.4 Interruptions incentive scheme	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Uncertain Costs	3.2 Uncertain Costs Re-openers	means the Price Control Variable Values whose values may be adjusted under Special Condition 3.2 (Uncertain Costs Re-openers).
Unresolved Complaints	4.3 - Broad measure of customer service output delivery incentive	means any Complaints that are not Resolved Complaints.
Unsuccessful Calls	4.3 Broad measure of customer service output delivery incentive	has the meaning given to that term in the RIGs.
Use It Or Lose It Allowance	3.4 UIOLI	means the Price Control Variable Values established by Special Condition 3.4 (Use It Or Lose It Allowances).
Use of System Charges	7.X Low Carbon Networks Fund	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Valid Claim	6.1 Pass through items	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Visual Amenity Project	3.5 VAP UIOLI	means any scheme for placing overhead distribution assets underground that is undertaken by the licensee, and that has been informed by stakeholder engagement, with a view to mitigating the impact of assets forming part of the licensee's Distribution System on 1 April 2023 on the visual amenity of designated Areas of Outstanding Natural Beauty, National Parks, and National Scenic Areas.
Working Day	4.3 BMCS	has the meaning given to that term in standard condition 1 (Definitions for the standard conditions) of this licence.
Worst Served Customer	5.4 Worst Served Customers use it or lose it allowance	means a Customer experiencing on average at least four interruptions at Higher Voltage Distribution per Regulatory Year, over a three Regulatory Year period (ie 12 or more over three Regulatory Years, with a minimum of two interruptions per Regulatory Year).
WSC Governance Document	5.4 Worst Served Customers use it or lose it allowance	means the document of that name issued by the Authority in accordance with Part B of Special Condition 3.4 (Use It Or Lose It Allowances).
WSC Project	5.4 Worst Served Customers use it or lose it allowance	means a project that is expected to reduce the number of interruptions experienced by connected Worst Served Customers. This covers both capital investments and operational changes.