To: National Grid Electricity Transmission plc

Direction under Part D of Special Condition 4.2 (Energy Not Supplied output delivery incentive)

- 1. The company to whom this direction is addressed is the holder of a licence granted or treated as granted under section 6(1)(b) of the Electricity Act 1989.
- 2. In accordance with paragraph 4.2.16 of Special Condition 4.2 (Energy not supplied output delivery incentive), on 7 September 2022 the Gas and Electricity Markets Authority¹ (the "Authority") published on its website the text of the proposed direction to issue and stated that representations must be made on or before 5 October 2022.
- 3. We received one non-confidential representation which was from the licensee and have placed it on our website. The licensee supported the proposed direction.
- 4. Having considered that representation we have decided to proceed with making this direction.
- 5. The reason for this direction is because we have approved an energy not supplied Exceptional Event claim submitted by National Grid Electricity Transmission plc as further set out in our consultation document published on 7 September 2022.²
- 6. This direction is our notice of reasons for the purposes of section 49A of the Electricity Act 1989.
- 7. Now the Authority pursuant to the provisions of Special Condition 4.2 hereby directs an adjustment to the $ENSA_t$ term by excluding 89.9 MWh for the

¹ The "Authority", Ofgem, "we" and "our" are used interchangeably in this document. The Office of Gas and Electricity Markets (Ofgem) supports the Authority in its day to day work.

² https://www.ofgem.gov.uk/publications/notice-national-grid-electricity-transmissions-energy-not-supplied-exceptional-event-claim

purpose of calculating the Energy Not Supplied output delivery incentive revenue adjustment in the year 2021-22.

8. This direction will take effect on and from 10 January 2023.

Jourdan Edwards
Interim Deputy Director, Price Control Operations
Duly authorised on behalf of the Authority
10 January 2023