

National Grid Electricity Transmission Plc

Date: 28 April 2023

Proposal to issue a conditional direction under Special Condition 3.32.8 of the electricity transmission licence held by National Grid Electricity Transmission Plc (the Licensee) to add allowance for Civil Related Works

- 1. The Gas and Electricity Markets Authority ('the Authority') proposes to issue a direction under Special Condition (SpC) 3.32.8 to add Appendix 1 to SpC 3.32 (Civil Related Works Re-opener (CWRt)), conditional on the outcome of the Statutory Consultation published on 28 April 2023 on amending the definition of "Civil Related Works" and "Use It Or Lose It Adjustment" in SpC 1.1.16 and on amending SpC 3.32 to enlarge the scope of the Civil Related Works Re-opener and to enable the allowance for Civil Related Works to be subject to a Use It Or Lose It Adjustment. The direction will take effect if and when the modification of the definition of "Civil Related Works" and "Use It Or Lose It Adjustment" and the amendments to SpC 3.32 take effect.
- 2. We are proposing this direction to implement our decision on the Licensee's application to the Authority to award additional allowance for Civil Related Works under SpC 3.32. Further detail on the reasons for and effects of the proposed direction can be found in the following document available on our website: <u>Decision on NGET's Civil Related Works Re-opener</u>. The text of the proposed direction is set out in Annex 1.
- 3. Any representations with respect to this proposed direction must be made on or before 26 May 2023 to: Sai Wing Lo, Office of Gas and Electricity Markets, 10 South Colonnade, Canary Wharf, London, E14 4PU or by email to <a href="mailto:Sai.Lo@ofgem.gov.uk">Sai.Lo@ofgem.gov.uk</a>.
- 4. We normally publish all responses on our website. However, if you do not wish your response to be made public, please clearly mark it as not for publication and provide an explanation of why it should be treated as confidential.

Yours sincerely,

Jourdan Edwards

**Interim Deputy Director, Onshore Networks** 

Duly authorised on behalf of the Gas and Electricity Markets Authority

## Annex 1

This direction will add Appendix 1 to Special Condition 3.32. Text proposed to be added is double underscored.

<u>Appendix 1</u>

<u>Civil Related Works Re-opener Term CWRt (£m)</u>

	Regulatory Year				
<u>Category of Works</u>	2023/24	2024/25	2025/26	2026/27	All years
<u>Plant Status</u> <u>Interventions</u>	<u>1.377</u>	<u>1.377</u>	<u>1.377</u>	<u>1.377</u>	<u>5.507</u>
<u>Fixed Wiring</u>	<u>0.838</u>	<u>0.774</u>	<u>0.774</u>	<u>0.710</u>	3.097
Site Condition Monitoring	<u>0.000</u>	<u>3.888</u>	<u>3.888</u>	<u>3.888</u>	<u>11.665</u>
<u>Urgent Unforeseen</u> <u>Interventions</u>	<u>0.270</u>	<u>1.270</u>	<u>1.270</u>	<u>1.270</u>	4.080
<u>Total</u>	<u>2.485</u>	<u>7.309</u>	7.309	<u>7.245</u>	24.349