

To: SP 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 an Electricity Transmission 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 (ENSIt)), on 20 September 2023 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 19 October 2023.
3. Following our consultation, we received one non-confidential representation which was from the licensee and supported our proposed direction. Having considered that representation we have decided to proceed with making this direction.
4. The reason for this direction is because we have approved an energy not supplied Exceptional Event claim submitted by SP Transmission plc as further set out in our consultation document published on 20 September 2023.²
5. This direction is our notice of reasons for the purposes of section 49A of the Electricity Act 1989.
6. Now the Authority, pursuant to the provisions of Special Condition 4.2, hereby directs an adjustment to the value of the ENSAt term by excluding 1.6 MWh for the purpose of calculating the Energy Not Supplied output delivery incentive revenue adjustment in the year 2022/23.
7. This direction will take effect on and from 17 November 2023.

David McCrone

Head of Quality of Service, Onshore Networks

Signed on behalf of the Authority and authorised for that purpose

16 November 2023

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 [Notice on SP Transmission's Energy Not Supplied Exceptional Event claim | Ofgem](#)