

To:

All holders of an electricity distribution licence
All holders of an electricity transmission licence
All holders of an electricity offshore transmission licence
All holders of an electricity interconnector licence
All holders of an electricity supply licence
All holders of an electricity generation licence
All holders of a gas transporter licence
All holders of a gas interconnector licence
All holders of a gas supplier licence
All holders of a gas shipper licence
The holder of a smart meter communication licence

Energy Act 2023
Section 170(1)

Notice of statutory consultation on proposals to modify the conditions of the smart meter communication licence and the Standard Conditions of each other of the above licences

1. The Gas and Electricity Markets Authority ("the Authority")¹ proposes to modify the licences held by each of the above licensees ("the licensees"), which are granted or treated as granted under provisions of the Electricity Act 1989 or the Gas Act 1986 specified in the Schedule to this notice, by inserting a new condition or Standard Condition as specified in the Schedule.
2. We are proposing these modifications with the aim of obliging the licensees to cooperate in and to not frustrate the transition to the Independent System Operator and Planner (ISOP). The licensees must take all reasonable steps as are within their power and necessary or expedient to enable the ISOP Implementation Objectives² to be met and to give full and timely effect to the matters set out in any ISOP Change Programme.³
3. The reasons and effects of the proposed modification, together with the full text of the modification, are published alongside this notice on the Ofgem website (at <https://www.ofgem.gov.uk/energy-policy-and-regulation/policy-and-regulatory->

¹ The terms "the Authority", "Ofgem", "we", "our" and "us" are used interchangeably in this document. Ofgem is the Office of the Authority.

² The proposed new condition defines these objectives.

³ The proposed new condition defines this change programme. It provides for the Secretary of State and the Authority to have the option of establishing such a change programme.

[programmes/future-system-operation-fso](#)), alternatively they are available from foi@ofgem.gov.uk.

4. Any representations with respect to the proposed licence modification must be made on or before 10 May 2024 to: Sayed Raza, Office of Gas and Electricity Markets, 10 South Colonnade, Canary Wharf, London, E14 4PU or by email to FSO@ofgem.gov.uk.
5. We normally publish all responses on our website. However, if you do not wish your response to be made public then please clearly mark it as not for publication. We prefer to receive responses in an electronic form so they can be placed easily on our website.
6. If we decide to make the proposed modification it will take effect not less than 28 days after the decision is published.

Sayed Raza
Senior Policy Manager
Duly authorised on behalf of the
Gas and Electricity Markets Authority

12 April 2024

Schedule

Type of licence	Provision under which granted or treated as granted	New condition / Standard Condition
Electricity Generation Licence	Section 6(1)(a) of the Electricity Act 1989	<i>Condition 12A</i>
Electricity Transmission Licence	Section 6(1)(b) of the Electricity Act 1989	<i>Condition B4A</i>
Electricity Distribution Licence	Section 6(1)(c) of the Electricity Act 1989	<i>Condition 6B</i>
Electricity Supply Licence	Section 6(1)(d) of the Electricity Act 1989	<i>Condition 5AA</i>
Electricity Interconnector Licence	Section 6(1)(e) of the Electricity Act 1989	<i>Condition 23A</i>
Smart Meter Communication Licence	Section 6(1)(f) of the Electricity Act 1989 & Section 7AB(1) of the Gas Act 1986	<i>Condition 46</i>
Gas Transporter Licence	Section 7(2) of the Gas Act 1986	<i>Condition 24A</i>
Gas Supplier Licence	Section 7A(1) of the Gas Act 1986	<i>Condition 5AA</i>
Gas Shipper Licence	Section 7A(2) of the Gas Act 1986	<i>Condition 10A</i>
Gas Interconnector Licence	Section 7ZA(1) of the Gas Act 1986	<i>Condition 24</i>