

To: All holders of an electricity generation licence

**Electricity Act 1989
Section 11A(2)**

**Notice of statutory consultation on a proposal to modify the standard conditions
of all electricity generation licences**

1. The Gas and Electricity Markets Authority (“the Authority”)¹ proposes to modify the standard conditions of all electricity generation licences granted or treated as granted under 6(1)(a) of the Electricity Act 1989 by amending to include a new section, Section F: Supplementary Conditions for Assets Dedicated to Network Service Provision.
2. We are proposing this modification because it will provide clarity of the treatment of assets dedicated to providing network services, also known as zero megawatt assets.
3. The effect of this proposed modification is to provide a definition within the licence of an asset dedicated to providing network services and to recognise the contribution of such assets to the electricity network, given the evolution of the electricity system and looking to the further predicted importance of such assets in future.
4. A copy of the proposed modification and other documents referred to in this Notice have been published on our website (www.ofgem.gov.uk). Alternatively, they are available from information.rights@ofgem.gov.uk.
5. Any representations with respect to the proposed licence modification must be made on or before 27 May 2024 to: James Hill, *Office of Gas and Electricity Markets, 32 Albion Street, Glasgow, G1 1LH* or by email to ESOPerformance@Ofgem.gov.uk
6. 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 However, if you do not wish your response to be made public then please clearly mark it as not for publication.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.
7. If we decide to make the proposed modification, it will take effect not less than 56 days after the decision is published.

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James Hill – Principal Policy Expert, Electricity System Operations

**Duly authorised on behalf of the
Gas and Electricity Markets Authority**

26 April 2024

¹ The terms “the Authority”, “we” and “us” are used interchangeably in this document.