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Dear David,

Consultation on proposed alterations to Schedule 10 of the STC

There has been considerable development of the licence conditions for transmission owners under BETTA in conjunction with the development of revised revenue restrictions. The draft conditions now include a requirement to have a TO charge statement approved by the Authority, and SHETL have submitted a draft for approval.

We therefore agree that these new requirements, not foreseen at the time of the STC drafting, now make Schedule 10 redundant. To minimise change to the designated version of the STC, we also agree with Ofgem's proposal simply to modify Schedule 10 to refer to the TO charge statement prepared in accordance with Special Condition J2 of the licence.

Yours sincerely,

Rob McDonald
Director of Regulation