



SP Transmission & Distribution

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**MODIFICATION REPORT**

**SP DISTRIBUTION**

**Amendment Proposal COM-06-006  
Housekeeping**

**Date of Issue: 3rd November 2006**

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**For approval by the Authority**

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**1. SCOPE**

This report sets out the proposed modification to SP Distribution's Connection Charging Methodology, in respect of housekeeping changes.

**2. ISSUE RECORD**

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Issue Date	Issue No	Author	Amendment Details
20 <sup>th</sup> Oct 2006	1	Bev Hudson	
3 <sup>rd</sup> November 2006	2	Bev Hudson	Incorporate new energywatch address

**3. ISSUE AUTHORITY**

Author	Owner	Issue Authority
Name: Bev Hudson Title: Commercial Analyst	Name: Tony McEntee Title: Commercial Manager	Name: Marion Venman Title: Legal and Commercial Director

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## 5. PROPOSED MODIFICATION

### 5.1 Proposed Changes to the Connection Charging Methodology

#### 5.1.1 Introduction

SP Distribution is obliged under SLC Condition 4B of our Distribution Licence to:

- review the Connection Charging Methodology at least once in every year;
- make such modifications to the Connection Charging Methodology as may be necessary for the purpose of better achieving the relevant objectives.

SP Distribution has reviewed its Connection Charging Methodology. The review was undertaken by taking account of the objectives set out in SLC4 Paragraph 3. One of the outcomes of this review was to undertake housekeeping changes by ensuring the statement reflected current details and terminology.

#### 5.1.2 Background

Various housekeeping changes have been necessary to bring the Connection Charging Methodology up to date with Licence amendments and contact details.

- In Section 1.7 the Regulation Manager has been replaced with the Regulation Director and contact telephone number changed.
- In Section 2.3.1 Reference to P2/5 has been replaced with P2/6.
- In Section 2.7 Transitional issues have lapsed and been updated.
- In Section 6 the Regulation Manager has been replaced with the Regulation Director and contact telephone number changed.
- In Section 6 the contact address for energywatch has been updated.
- In Schedule 1 & 2 relevant dates have been updated.

### 5.2 Justification for Proposed Modification

The proposed modification change will allow the methodology to better meet the relevant objectives as set out in SLC4B Paragraph 3(a), (b), (c) and (d), which are:

- a) that compliance with the connection charging methodology facilitates the discharge by the licensee of the obligations imposed on it under the Act and by this licence;
- b) that compliance with the connection charging methodology facilitates competition in the generation and supply of electricity, and does not restrict,



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distort, or prevent competition in the transmission or distribution of electricity;

- c) that compliance with the connection charging methodology results in charges which reflect, as far as is reasonably practicable (taking account of implementation costs), the costs incurred by the licensee in its distribution business; and
- d) that, so far as is consistent with sub-paragraphs (a), (b) and (c), the connection charging methodology, as far as is reasonably practicable, properly takes account of developments in the licensee's distribution business.

The modification will achieve these objectives in the following manner:

As far as is reasonably practicable, properly takes account of developments in the licensee's distribution business.

### 5.3 Implementation Date

This modification is proposed for implementation on 1<sup>st</sup> December 2006.

### 5.4 Proposed Changes to the Connection Charging Methodology

It is proposed that the Connection Charging Methodology be amended as follows;

- In Section 1.7 contact details have been updated from Regulation Manager to Regulation Director and the contact telephone number changed:

*'Regulation ~~Manager~~ Director*

*Tel: 01698 413 000 475'*

- In Section 2.3.1 reference to P2/5 has been updated to P2/6.

*'The reinforcement works shall be driven by either thermal capacity or voltage or both and assessed against ~~P2/5~~ P2/6.'*

- In Section 2.7 the Section on Transitional Issues has now lapsed. The changes are;

*'Any connection offers provided by SP Distribution and accepted in accordance with the ~~current~~ charging rules in our Licence Condition 4 for*



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*Connections Statement April 2004 prior to 1<sup>st</sup> April 2005 will continue to be honoured.*

*~~Offers issued prior to 1<sup>st</sup> April 2005 where the anticipated connection date is after 1<sup>st</sup> April 2005 will be based on this document.~~*

- In Section 6 'Disputes' contact details have been updated from Regulation Manager to Regulation Director and the contact telephone number changed:

*'Regulation ~~Manager~~ Director*

*Tel: 01698 413 000 475'*

- Further in Section 6 the Energywatch address is removed, as this is no longer valid

*~~Energywatch North West  
Bolton House  
Chorlton Street  
Manchester  
M1 3HY~~*

*energywatch Central  
Civic House  
156 Great Charles Street  
Birmingham  
B3 3HN'*

- In Schedule 1 and 2 relevant dates have been updated;
  - i) *Current at ~~19<sup>th</sup> September 2005~~ 1<sup>st</sup> December 2006*

## 5.5 Impact on Other Industry Documents

No amendment is proposed to Industry Documents as this modification represents a minor change, it is not anticipated that this will have any impact and require any changes to contract documents.

## 5.6 Consultations

This proposed modification is to undertake housekeeping changes within SP Distribution's Connection Charging Methodology and therefore does not necessitate an industry consultation.