

Simon Polley  
Distribution Policy  
Office of Gas and Electricity Markets  
9 Millbank  
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20 July 2007

Dear Simon

### **Standard Licence Condition 4B – Connection Charging Methodologies – “Change EDFE019”**

Further to our letter of 20 July withdrawing “Change EDFE018” and in accordance with Paragraph 2 of Standard Condition 4B of the Electricity Distribution Licence, we have reviewed the connection charging methodologies for EDF Energy’s three licensed distribution businesses, namely:

EDF Energy Networks (EPN) plc;  
EDF Energy Networks (LPN) plc; and  
EDF Energy Networks (SPN) plc.

A modification to the methodology is proposed with the modification report attached as an appendix to this letter. For simplicity of reading, a single track-changed version of the methodology is included with colour coding to identify which changes apply to which modification. The accompanying track change methodology is based on the existing methodology with changes EDFE013, EDFE015 and EDFE017 also included for completeness. A single final version is also submitted in pdf form with all changes included. As EDFE015 has been vetoed by Ofgem, a revised version of the final pdf file will be issued on decision of EDFE018 with appropriate sections removed.

As we have a number of reasons for making the changes, for ease of reference we have assigned a ‘reason code’ to each of the changes. The appendices to this letter sets these out together with an explanation as to how the relevant objective(s) would be better achieved.

While not requiring approval, we have also supplied copies of the full connection charge statement which will be published as soon as is practicable once the relevant charging methodology has been approved. This would also be amended to take into account any vetoed modifications as outlined above.

As none of our amendments are changes to policy, we have chosen not to consult with interested parties in this instance. Our proposed effective date will be the 1 August 2007, subject to your approval within 28 days of our submission and in advance of the above effective date.

If any aspect requires further explanation or clarification, please do not hesitate to contact me.

Yours sincerely

**Paul Measday**  
Regulation Analyst, EDF Energy Networks

EDF Energy Networks  
Appendix 1

“Change EDFE019” – POC (blue highlight)

EDF Energy Networks (EPN) plc/EDF Energy Networks (LPN) plc/  
EDF Energy Networks (SPN) plc

Key Revisions to Methodology of Charges for Connection to the Electricity Distribution System (for approval by the Authority)

<u>Reason Code</u>	<u>Description of Modification</u>	<u>Justification</u>	<u>Why the Change Better Meets the Objectives</u>
14	Clarification of definition of boundary of reinforcement and network extension	<ul style="list-style-type: none"><li>• Clarification sought by Ofgem at ISG</li></ul>	<ul style="list-style-type: none"><li>• All of the objectives in terms of improving the quality of the documents.</li></ul>