

To: The Company Secretary  
SP Transmission Ltd  
1 Atlantic Quay  
Glasgow  
G2 8SP

## **SECTION 11 AND SECTION 49A(1)(B) OF THE ELECTRICITY ACT 1989**

### **MODIFICATION OF SCHEDULE C TO SPECIAL CONDITION J3 OF THE ELECTRICITY TRANSMISSION LICENCE OF SP TRANSMISSION LIMITED PURSUANT TO SECTION 11 OF THE ELECTRICITY ACT 1989; AND**

### **NOTICE OF THE REASONS FOR THE DECISION TO MODIFY THE LICENCE**

Whereas:

1. SP Transmission Limited ("the Licensee") is the holder of an electricity transmission licence ("the Licence") granted or treated as granted under section 6(1)(b) of the Electricity Act 1989 ("the Act").
2. On 22 November 2007, the Gas and Electricity Markets Authority ("the Authority") gave notice ("the Notice") in accordance with section 11(2) and 11(3) of the Act that it proposed to modify Schedule C (Supplementary Provisions to Special Condition J3 (Restriction of transmission charges: Transmission Investment for Renewable Generation)) ("Schedule C") in the manner set out in the Schedule to this Document.
3. The reasons for modifying the Licence in the manner prescribed in the Schedule to this Document are set out in Annex 2 of the Notice. In summary, the reason for the proposed licence modifications is to accurately reflect a change to the output measures for Sloy substation, arising from a redesign of the site, which was notified to the Authority by the Licensee as an output measures adjusting event. An output measures adjusting event means a "relevant amendment to the scope of the construction works" (as defined in paragraph (6)(b)(ii) of SC J3) which the Authority is satisfied is expected to cause a material change in the output measures specified in Schedule C.
4. The Authority published the Notice in the manner it considered appropriate and required any objections or representations to the modifications to be made in writing on or before 3 January 2008.
5. Prior to the close of the consultation period in respect of the Notice, the Authority did not receive any responses.
6. The Authority gave notice to the Secretary of State of its intention to make the modifications and did not receive from him a direction not to make the modification.
7. On 5 December 2007, the Licensee gave its consent to the proposed modification of the special conditions of the Licence in the manner set out in the Schedule to this Document.

NOW in accordance with the powers contained in section 11 (1) of the Act, the Authority HEREBY MODIFIES the special conditions of the Licence in the manner specified in the schedule to this Document WITH EFFECT on and from 16<sup>th</sup> January 2008.

This Document also constitutes under section 49A(1)(b) of the Act notice of the reasons for the decision to modify the Licence.

**The Official Seal of the Gas and Electricity Markets Authority here affixed is authenticated by the signature of**

A handwritten signature in black ink, appearing to read 'Robert Hull', with a horizontal line underneath.

**Robert Hull**

Director – Transmission, Networks

Authorised on behalf of the Authority

15<sup>th</sup> January 2008

## SCHEDULE

### MODIFICATION OF SCHEDULE C TO SPECIAL CONDITION J3 OF THE ELECTRICITY TRANSMISSION LICENCE OF SP TRANSMISSION LIMITED PURSUANT TO SECTION 11(1) OF THE ELECTRICITY ACT 1989

Schedule C (Supplementary Provisions to Special Condition J3 (Restriction of transmission charges: Transmission Investment for Renewable Generation))

#### Sloy

Project Scope	Capability as at 31 March 2005			Forecast capability prior to construction start date			Forecast capability post construction		
	Circuit voltage (kV)	Winter rating (MVA)	Summer rating (MVA)	Circuit voltage (kV)	Winter rating (MVA)	Summer rating (MVA)	Circuit voltage (kV)	Winter rating (MVA)	Summer rating (MVA)
Line reinforcements									
Inverarnan - Dalmally	Circuit does not presently exist.			Circuit does not presently exist.			275	760	620
Inverarnan - Windyhill	Circuit does not presently exist.			Circuit does not presently exist.			275	760	620