

NOTICE UNDER SECTION 11A(3) OF THE ELECTRICITY ACT 1989

The Gas and Electricity Markets Authority (the "Authority") hereby gives notice pursuant to section 11A(3) of the Electricity Act 1989 (the "Act") as follows:

1. The Authority proposes to modify all electricity distribution licences granted or treated as granted under section 6(1)(c) of the Act.
2. The effect of the proposed licence modification is to implement the proposals of the Distribution Licence Review which makes changes to the standard conditions of the licence to improve the clarity and ease of use of the standard licence conditions without materially changing the obligations placed on distribution licensees, or disturbing the underlying policy objectives of those conditions. The proposed licence modification is attached at Schedule 1 to the Notice and modifies all of the existing standard licence conditions.
3. The primary reason for the proposed licence modification is to update the style, format and general ease of use of the licence as part of Ofgem's ongoing commitment towards better regulation. More detailed reasoning for the proposed licence modification has been published by the Authority, namely:
 - a. a consultation document entitled – "Electricity Distribution Licence Review: Proposals" (Ref 259/07)¹ on 25 October 2007 (the "Consultation");
 - b. an open letter entitled – "Electricity Distribution Licence Review: Conclusions and Statutory Consultation" (Ref 50/08)² on 29 April 2008.
4. The Consultation also contained an initial draft of the proposed licence modifications and invited comments on before 18 January. The responses to the Consultation have been considered and have resulted in amendments to the initial draft of the proposed modifications. A log of these amendments can be found attached at Schedule 2 of this Notice.
5. Any representations or objections to the proposed licence modifications must be made in writing (preferably in electronic form for ease of publication on the Ofgem website) before **29 May 2008** to Nicholas Rubin, Office of Gas and Electricity Markets, 9 Millbank, London SW1P 3GE or by email to: distributionpolicy@ofgem.gov.uk, and if a respondent does not wish its response to be made public, the response should be clearly marked as not for publication.



Rachel Fletcher
Director, Distribution

Date: 29 April 2008

Duly Authorised on behalf of the Authority

¹<http://www.ofgem.gov.uk/Pages/MoreInformation.aspx?docid=9&refer=Networks/ElecDist/Policy>

²<http://www.ofgem.gov.uk/Networks/ElecDist/Policy/Pages/Policy.aspx>

Schedule 1

A copy of the proposed licence conditions can be found on Ofgem's website at:
<http://www.ofgem.gov.uk/Licensing/Work/Notices/ModNotice/Pages/ModsNotices.aspx>

If you would like a hard copy of these proposals please contact Nicholas Rubin or Mark
Askew at distributionpolicy@ofgem.gov.uk

Schedule 2

A copy of the log of changes to the proposed licence conditions since our October consultation (Electricity Distribution Licence Review: proposals (259/07)) can be found on Ofgem's website at:

<http://www.ofgem.gov.uk/Licensing/Work/Notices/ModNotice/Pages/ModsNotices.aspx>

The following link takes you to our October Consultation document which includes a comprehensive log of the changes made to the SLCs and the reasons behind those changes:

<http://www.ofgem.gov.uk/Pages/MoreInformation.aspx?docid=9&refer=Networks/ElecDist/Policy>