To: Electricity North West Ltd (ENWL) Northern Powergrid (Northeast) Ltd (NPgN) Northern Powergrid (Yorkshire) plc (NPgY) London Power Networks plc (LPN) South Eastern Power Networks plc (SPN) Eastern Power Networks plc (EPN) SP Distribution plc (SPD) SP Manweb plc (SPMW) Scottish Hydro Electric Power Distribution plc (SSEH) Southern Electric Power Distribution plc (SSES) Western Power Distribution (West Midlands) plc (WMID) Western Power Distribution (South Wales) plc (SWALES) Western Power Distribution (South Wales) plc (SWEST)

## Direction as required under Part C of Standard Condition 46 of the electricity distribution licences held by distribution service providers

Each of the companies to whom this document is addressed is the holder of an electricity distribution licence granted or treated as granted under section 6(1)(c) of the Electricity Act 1989 (the Act).

The Gas and Electricity Markets Authority ("the Authority") gave Notice on 24 April 2015 ("the Notice") that it proposed to issue regulatory instructions and guidance ("RIGs"). The Notice required any representations to the proposals to be made on or before 22 May 2015.

Prior to the consultation period closing the Authority received 7 responses.<sup>1</sup>

The Authority has considered these responses and made changes to the RIGs we are issuing today in light of these responses. A summary of the comments made and our response are attached at Annex 1.

## Now therefore

In accordance with the powers under Part C of Standard Condition 46, the Authority hereby issues the RIGs available on our website at the link listed in Annex 2. This decision will take effect on and from 1 April 2015.

This document constitutes a direction issued by the Authority under paragraph 46.9 of Standard Condition 46.

Anna Rossington, Associate Partner, RIIO Implementation, Smarter Grids and Governance

Duly authorised on behalf of the Gas and Electricity Markets Authority

18 June 2015

<sup>&</sup>lt;sup>1</sup> These are published on our website: <u>https://www.ofgem.gov.uk/publications-and-updates/notice-issue-</u> regulatory-instructions-and-guidance-under-electricity-distribution-network-operators-price-control-riio-ed1.

## Annex 1: Response to representations and reasons for any differences between the proposed RIIO-ED1 RIGs in the Notice and those set out in this Direction

On 24 April 2015 we published our Notice of proposed RIIO-ED1 RIGs. Stakeholders' comments and our response to the issues raised are in the issues log found here <a href="https://www.ofgem.gov.uk/ofgem-publications/95355/riio-ed1rigsconsolidatedissueslog-xlsx">https://www.ofgem.gov.uk/ofgem-publications/95355/riio-ed1rigsconsolidatedissueslog-</a> <a href="https://www.ofgem.gov.uk/ofgem-publications/95355/riio-ed1rigsconsolidatedissueslog-xlsx">https://www.ofgem.gov.uk/ofgem-publications/95355/riio-ed1rigsconsolidatedissueslog-</a> <a href="https://www.ofgem.gov.uk/ofgem-publications/95355/riio-ed1rigsconsolidatedissueslog-xlsx">https://www.ofgem.gov.uk/ofgem-publications/95355/riio-ed1rigsconsolidatedissueslog-</a> <a href="https://www.ofgem.gov.uk/ofgem-publications/95355/riio-ed1rigsconsolidatedissueslog-xlsx">https://www.ofgem.gov.uk/ofgem-publications/95355/riio-ed1rigsconsolidatedissueslog-</a>

## Annex 2: RIIO-ED1 RIGs

The RIIO- ED1 RIGs are available on the Authority's website at:

https://www.ofgem.gov.uk/publications-and-updates/notice-issue-regulatoryinstructions-and-guidance-under-electricity-distribution-network-operators-price-controlriio-ed1.