



Making a positive difference
for energy consumers

Gary Thornton
Blue Transmission Sheringham
Shoal Limited
78 Cannon Street
London
EC4N 6AF

Your Ref:
Our Ref:
Direct Dial: 020 7901 7060
Email: min.zhu@ofgem.gov.uk

Date: 1 March 2017

Dear Gary

TC Sheringham Shoal - claim under Amended Standard Condition E12-J3 of the offshore transmission licence

I am responding to your email and Notice of 8 December 2016 in respect of a circumstance or event which you consider to be a contingent event. You are seeking costs of £85,420.08 to be treated as a contingent event adjustment (CEA), under amended standard E12-J3 of your transmission licence (the licence).

Condition E12-J3 of the licence (the Condition), provides for a revenue adjustment to be made where a contingent event has occurred. Paragraph 37 of the Condition requires that a notice of the contingent event (the Notice) must be given to the Authority 'not later than three months after the end of the relevant year in which it [the event] occurs'; in this case by 30 June 2016.

We do not have any record of any notification of a contingent event from Blue Transmission Sherrigham Shoal within three months after the end of the relevant year.

On 8 December 2016, you sought an update on the progress of the CEA. We notified you that no Notice had been received. You then forwarded an email addressed to the Authority dated 23 June 2016 with the Notice attached. You stated that you had not received any indication that your email of 23 June had not been received. You noted that you did receive notification, on 8 December 2016, that the first attempt to forward the email had failed, due to the size of the file.

As stated above, we did not receive the email of 23 June 2016 or any other indication that notice of a contingent event had been sent to us prior to 8 December 2016. As you failed to submit the Notice within three months of the end of the relevant year, the costs do not do not qualify for a revenue adjustment under the Condition.

Min Zhu

Associate Partner, Networks