

To: All holders of an electricity generation licence

**Electricity Act 1989
Section 11A(1)(b)**

Modification of the standard conditions of all electricity generation licences

1. Each of the licensees to whom this document is addressed has a generation licence which has been granted or treated as granted under section 6(1)(a) of the Electricity Act 1989 (the Act).
2. Under section 11A(2) of the Act the Gas and Electricity Markets Authority ('the Authority')¹ gave notice on 26 June 2019 ('the Notice') that we propose to modify standard condition 1 and insert new standard condition E1. We stated that any representations to the modification proposal must be made on or before 25 July 2019.
3. A copy of the Notice was sent to the Secretary of State in accordance with section 11A(4)(b) of the Act, and we have not received a direction that the changes should not be made.
4. We received 22 responses to the Notice, which we carefully considered. We have placed all non-confidential responses on our website. Our response to these comments is set out in the accompanying letter "Decision on clarifying the regulatory framework for electricity storage: changes to the electricity generation licence"².
5. It is necessary to make a number of alterations to the modifications set out in the Notice. These alterations are shown in yellow highlight in the attached Schedule 1. The reasons for any differences between the modifications set out in the Notice and the modifications reflected in Schedule 1 are to address issues and/or corrections raised in consultation responses.
6. We are making these licence changes because there is currently no definition of 'electricity storage' and 'electricity storage facility' in the licensing framework and this contributes to the uncertainty on which regulatory regime applies to electricity storage. We are also introducing a new licence condition to ensure that timely and accurate information relating to licensees' storage facilities is available to relevant electricity suppliers, to facilitate the estimation of relevant charges.
7. The effect of the modifications will be to clarify that the generation licensing regime and underpinning regulatory framework applies to electricity storage; and to ensure that electricity used by an electricity storage facility is identified for the purpose of calculating relevant levies and charges.
8. Where an application for permission to appeal our decision is made to the Competition and Markets Authority (CMA) under section 11C of the Act, Rule 5.7 of the Energy Licence Modification Appeals: Competition and Markets Authority Rules³

¹ The terms "the Authority", "we" and "us" are used interchangeably in this document.

² See decision here: <https://www.ofgem.gov.uk/publications-and-updates/decision-clarifying-regulatory-framework-electricity-storage-changes-electricity-generation-licence>

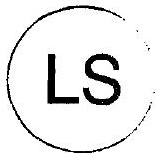
³ CMA70 https://www.gov.uk/government/uploads/system/uploads/attachment_data/file/655601/energy-licence-modification-appeals-rules.pdf

requires that the appellant must send to any relevant licence holders who are not parties to the appeal a non-sensitive notice setting out the matters required in Rule 5.2. The attached Schedule 2 provides a list of the relevant licence holders in relation to this modification. Section 11A(10) of the Act sets out the meaning of 'relevant licence holder'.

Under the powers set out in section 11A(1)(b) of the Act, we hereby modify the standard licence conditions for all electricity generation licences in the manner specified in attached Schedule 1. This decision will take effect from 29 November 2020.

This document is notice of the reasons for the decision to modify the electricity generation licences as required by section 49A(2) of the Act.

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



**Andrew Self, Deputy Director, Network Charging & Access
Duly authorised on behalf of the Gas and Electricity Markets Authority**

2 October 2020

Schedule 1: Licence Modification

- Text which has been deleted from the relevant licence condition has been struck through:
Example
- Text which has been added is double underscored: Example
- Changes from the statutory consultation notice have been highlighted yellow:

Condition 1. Definitions and Interpretation

To be added alphabetically:

<u>“electricity storage”</u>	<u>is the conversion of electrical energy into a form of energy, which can be stored, the storing of that energy, and the subsequent reconversion of that energy back into electrical energy.</u>
<u>“electricity storage facility”</u>	<u>means a facility where Electricity Storage occurs.</u>
"generating station"	shall be construed in accordance with standard condition 14 (Compulsory Acquisition of Land etc). <u>means an electricity generating station or an electricity storage facility which:</u> (i) <u>has, or will have when its construction or extension is</u>

completed, a capacity of not less than 50 megawatts or such other capacity as may be specified in relation thereto by order of the Secretary of State under section 36(3) of the Act;

is, or will be when its extension or construction is completed, operated by or for the licensee;

"generation business"

means the authorised business of the licensee or any affiliate or related undertaking of the licensee in the generation of electricity, **including from electricity storage facilities** and the provision of ancillary services.

"generation set"

means any plant or apparatus for the production of electricity, **including electricity storage facilities** and shall where appropriate include a generating station comprising more than one generation set.

"generating unit"

for the purposes of standard condition 18 (Generating Unit Availability) only, has the meaning given in that condition, which also applies to an electricity storage facility .

“SECTION E: Supplementary Standard Conditions for electricity storage

Condition E1. Requirement to provide storage information

1. The licensee must provide to the relevant supplier the information specified in accordance with ~~paragraph 3~~ paragraph 2 insofar as it relates to an electricity storage facility which is owned or operated by the licensee and which is situated at premises to which electricity is supplied by the relevant supplier.

2. The licensee must publish on its website the information specified in accordance with ~~paragraph 3~~ in relation to every electricity storage facility it owns or operates.

3. 2. The following information is specified information for the purposes of paragraphs ~~1~~ 1 and 2 above:

a. ~~In relation to paragraph 1 only,~~ eConfirmation of the electricity supplier to each electricity storage facility; and

b. For each electricity storage facility:

i. The technology type, power and capacity of the electricity storage facility;

ii. Where and to which transmission or distribution network the electricity storage facility is connected;

iii. If an electricity storage facility is co-located at the same premises with a final consumer(s) (either as a single electricity storage facility or in aggregate with multiple electricity storage facilities), how it is or they are connected and the relationship between the final consumer(s) and licensee; and

iv. The metering arrangements in place between the electricity storage facility and final consumer at the electricity storage facility.

4. 3. The licensee must comply with paragraphs 1 and 2 within either:

a. This condition comes into force; or

b. The electricity storage facility becomes operational (whichever is sooner later),

and update their relevant supplier and website as soon as reasonably practicable following any change in the information specified in accordance with paragraph 3 2 in relation to every electricity storage facility it owns or operates.

5. 4. The Authority may give a direction in writing to direct changes to the information specified in accordance with paragraph 3 2 as the Authority thinks reasonable in all the circumstances of the case.

6. 5. The Authority may, after consulting with the licensee, give a direction in writing (“a derogation”) to the licensee that relieves it of its obligations under this condition to such extent, for such period of time, and subject to such conditions as the Authority thinks reasonable in all the circumstances of the case as may be specified in the direction.

7. 6. In this Section:

“Final consumer” means a final consumer of electricity (not including supply to premises occupied by a licensee for the purpose of carrying on activities which he is authorised by his licence to carry on).

“Relevant supplier” means the holder of an electricity supply licence who supplies electricity to the specific premises that includes an electricity storage facility.

“Website” has the meaning given to it in standard condition 16B (Financial information reporting).

Schedule 2 – Electricity generation licence holders

Abbey Power Generation Limited
Aberdeen Offshore Wind Farm Limited
Abergelli Power Limited
AES Barry Limited
Aikengall II Community Wind Company Limited
Aikengall IIA Community Wind Company Limited
Anesco Battery Solutions Limited
Anesco GHEB Limited
Arenko Cleantech Limited
ARL 009 Limited
Baglan Operations Limited
Barking Power Limited
Bartley Power Limited
Beatrice Offshore Windfarm Limited
Beinneun Wind Farm Limited
Berwick Bank Wind Limited
Bess Aylesford Limited
Bess Claredown Limited
Bess Hill Farm Limited
Bess K Barn Limited
Bess Leys Limited
Bess Poplars Limited
Bess Willows Limited
Biogas Technology Limited
Blary Hill Energy Limited
Bolshan Renewables Limited
Braintree Electric Forecourt Ltd
Breesea Limited
Bristol Community Energy Limited
Brits Energy Limited
Bryn Blaen Wind Farm Limited
Burbo Extension Ltd
Camilla Battery Storage Limited
Carnedd Wen Wind Farm Limited
Carrington Power Limited
Celtpower Limited
Centrica KL Limited
Centrica KPS Limited
Centrica PB Limited
C.Gen Killingholme Limited
Clayhill Solar Limited
Cleator Battery Storage Limited
Cleve Hill Solar Park Limited
Clyde Windfarm (Scotland) Limited
Cogle Moss Renewables LLP
Coire Glas Hydro Pumped Storage Limited
Corby Power Limited
Corriegarth Wind Energy Limited
Coryton Energy Company Limited
Cour Wind Farm (Scotland) Limited
Creyke Beck Power Limited
Creyke Beck Storage Limited
Crystal Rig II Limited
Cygnus Wind Transmission Limited
Damhead Creek II Limited
Danske Commodities A/S
Deeside Power (UK) Limited
Derwent Cogeneration Limited
Doggerbank Offshore Windfarm Project 1 Projco Ltd
Doggerbank Offshore Windfarm Project 2 Projco Ltd
Dorenell Windfarm Limited
Drax Corporate Developments Limited
Drax Generation Enterprise Limited
Drax Power Limited
Drayton Manor Farms Limited
Dudgeon Offshore Wind Limited
Dulater Hill Wind Park Limited
Dunmaglass Wind Farm Limited
E.ON Climate & Renewables UK Humber Wind Limited
East Anglia One Limited
East Anglia Three Limited
EDF Development Company Limited
EDF Energy Renewables Limited
EDF Energy (Thermal Generation) Limited
EDF Energy Nuclear Generation Limited
Eelpower (OPCO1) Limited
Eelpower (OPCO6) Limited
Eggborough Power Limited
Energyfarm UK Pines Burn LLP
Energy Store 6 Limited
Energyst Limited
ENGIE Power Limited
EP Langage Limited
EP SHB Limited
Equinicity Ltd
ESB Solar (Northern Ireland) Limited
Esso Petroleum Company Limited
Faw Side Communiity Wind Company Ltd
Fallago Rig Windfarm Limited
Ferrymuir Energy Storage Limited
First Hydro Company
Freasdail Energy Limited
FS Nevendon Limited
FS Port of Tyne Limited

Galoper Wind Farm Limited	Millbrook Power Limited
Gateway Energy Centre Limited	Minety South Storage Limited
GB Developers Limited	Minnycap Energy Limited
GBSL Dorking Limited	Moray Offshore Windfarm (East) Limited
Glassenbury Battery Storage Limited	Moray Offshore Windfarm (West) Limited
Glenmuckloch Pumped Storage Hydro Limited	Morecambe Wind Limited
Grangemouth CHP Limited	Morgan Credit Limited
Greater Gabbard Offshore Winds Limited	Nant Bach Wind Farm Limited
Green Hill Energy Limited	Navitus Bay Development Limited
Greenspan Contractors Limited	Nazeing East Power Limited
Greenspan Nifty Fifty Limited	Nazeing West Power Limited
GridBeyond Limited	Neart na Gaoithe Offshore Wind Limited
Griffin Wind Farm Limited	NNB Generation Company (HPC) Limited
Gwynt Y Mor Offshore Wind Farm Limited	NNB Generation Company (SZC) Ltd
Hamble Power Limited	Noriker Staunch Ltd
Harmony HB Limited	Northern Hydropower Limited
HC ESS2 Limited	Optimus Wind Limited
HC ESS3 Limited	Ormonde Energy Limited
HC ESS4 Limited	Orsted ESS Mersey Limited
HCESS6 Limited	Orsted Hornsea Project Four Limited
HCESS7 Limited	Orsted Hornsea Project Three (UK) Limited
Hendy Wind Farm Limited	OSSPV001
Hirwaun Power Limited	Peak Gen Power 2 Limited
Horizon Nuclear Power Wylfa Limited	Peak Gen Power 5 Limited
Hornsea 1 Limited	Peak Gen Power 6 Limited
Hulley Road Energy Storage Limited	Peak Gen Power 11 Limited
ILI (Highlands PSH) Limited	Peak Gen Power 13 Limited
Inch Cape Offshore Limited	Peak Gen Power 14 Limited
Indian Queens Power Limited	Peak Gen Power 18 Limited
International Power Ltd.	Peak Gen Power 27 Limited
Intervate Limited	Pelham Storage Limited
IPM Energy Trading Limited	Pencloe Wind Energy Limited
Keadby Developments Limited	Pen Y Cymoedd Wind Farm Limited
Keadby Generation Limited	Petre Street Storage Ltd
Keekle Power Limited	Philip Dennis Foodservice (Holmsleigh) Limited
Kincardine Offshore Windfarm Limited	Progress Power Limited
Knottingley Power Limited	Race Bank Wind Farm Limited
Larport Energy Storage Limited	Rampion Offshore Wind Limited
Lascar Battery Storage Limited	Richborough A Limited
Lavant Power Limited	Roaring Hill Energy Storage Ltd
Lincs Wind Farm Limited	Rock Energy Storage Limited
London Array Limited	Rocksavage Power Company Limited
Lynemouth Power Limited	Rugeley East Power Limited
Maidenhead East Power Limited	Rugeley Power Generation Limited
Maidenhead West Power Limited	Rugeley West Power Limited
Marchwood Power Limited	RWE Generation UK Plc
Marr Bank Wind Limited	Saltend Cogeneration Company Limited
Medway Power Limited	Sanquhar Community Wind Company Limited
MeyGen Limited	Sanquhar II Community Wind Co Ltd
MGT Teesside Limited	Sargas Power Yorkshire Limited

Scira Offshore Energy Limited
Scoop Hill Community Wind Company Ltd
ScottishPower Renewables (UK) Limited
ScottishPower Renewables (UK Assets) Limited
Seabank Power Limited
Seagreen Alpha Wind Energy Limited
Seagreen Bravo Wind Energy Limited
Seagreen Wind Energy Limited
Seamer Power Limited
Sellafield Limited
Severn Power Limited
Simec Ghr Keltneyburn Hydro Limited
Simec Uskmouth Power Limited
SL Solar Services Limited
Sofia Offshore Wind Farm Limited
Sonningmay Wind Limited
Soundmark Wind Limited
South Kyle Wind Farm Limited
Spalding Energy Company Limited
Spalding Energy Expansion Limited
SPEP Limited
SSDC Opium Power Limited
SSE Generation Limited
SSEPG (Operations) Limited
Stony Energy Storage Ltd
Stronelaig Wind Farm Limited
Sutton Bridge Power Generation
SWB Skelmersdale Ltd
Symbio Energy Limited
Synpower Energy Generation Limited
Tesla Motors Limited
Tetragen Holdings Limited
Tetsworth North Power Limited
Tetsworth South Power Limited
Thanet Offshore Wind Limited
The Nuclear Decommissioning Authority
Thorpe Marsh Power Limited
Thurrock Power Limited
Triton Knoll Offshore Windfarm Limited
Turncole Wind Farm Limited
Tynemouth Energy Storage Limited
UK Capacity Reserve Limited
UK Energy Storage Services Ltd
UK Power Reserve (Trumfleet) Limited
UK Power Reserve Limited
Ulzieside Wind Energy Limited
Uniper UK Limited
Vattenfall Wind Power Ltd
VPI Immingham LLP
W4B Renewable Energy Limited
Wainstones Energy Limited
Walney Extension Limited
Walney (UK) Offshore Windfarms Limited
Westermost Rough Limited
West Garty Renewables LLP
West Midlands Grid Storage Two Ltd
Willington Power Limited
Willowind Linfairn Limited
Winchester Power Limited
Yorkshire Hydropower Limited
Zenic Energy Ltd