

STCP 18-6 Issue 0076 Variation to Agreements

STC Procedure Document Authorisation

Company	Name of Party Representative	Signature	Date
National Grid Electricity System Operator Ltd			
National Grid Electricity Transmission plc			
SP Transmission Ltd			
Scottish Hydro-Electric Transmission plc			
Offshore Transmission Owners			

STC Procedure Change Control History

Issue 001	24/02/2005	BETTA Go-Live Version
Issue 002	26/05/2005	Issue 002 incorporating PA013
Issue 003	25/10/2005	Issue 003 incorporating PA034 & PA037
Issue 004	17/12/2009	Issue 004 incorporating changes for offshore regime
Issue 005	01/04/2019	Issue 005 incorporating National Grid Legal Separation changes
Issue 006	13/05/2019	Housekeeping Modification to align STCP18-1 - STCP18-6 with existing working practices
<u>Issue 007</u>		<u>Amendments to incorporate enhanced Third Party Works process</u>

1 Introduction

1.1 Scope

- 1.1.1 This procedure sets out the process for the exchange of information between Parties to enable:
- NGESO to vary a Bilateral Agreement at any time;
 - NGESO to vary a Construction Agreement prior to the Completion Date; or
 - a TO to vary a TO Construction Agreement or update the Connection Site Specification.
- 1.1.2 This procedure applies to variations to agreements allowed under the terms of the STC, CUSC and ad-hoc changes to agreements.
- 1.1.3 This procedure defines the tasks, formal documentation, interface requirements, timescales and responsibilities required of National Grid Company (NGESO), the Host Transmission Owner (Host TO), Affected Transmission Owner(s) (Affected TO(s)) and Other Affected TO(s). It applies from receipt of a notification from any Party that a Bilateral Agreement, Construction Agreement, TO Construction Agreement or Connection Site Specification needs amending to the modification of such agreements or documents.
- 1.1.4 This procedure applies to NGESO and each TO. For the purpose of this document, TOs are:
- NGET;
 - SPT;
 - SHET; and

All Offshore Transmission Licence holders as appointed by Ofgem from time to time.

1.2 Objectives

- 1.2.1 The objective of this procedure is to detail how the variation to agreements process will be addressed across the NGESO - TO interfaces to enable the Parties to discharge their responsibilities under the STC and to ensure that their responsibilities are clear.

1.3 Background

- 1.3.1 There are a number of circumstances which may require an amendment to the agreements listed in Section 1.1.1. These include, inter alia:
- Changes to Programme and works:
 - a newly signed TO Construction Offer;
 - a TEC increase notification;
 - a TEC decrease notification; or
 - the termination of a Bilateral Agreement or early termination of a Construction Agreement;
 - Delays to Programme and works:
 - Consents driven changes (in accordance with STC Schedule 9, 2.4.2); or
 - delays to programme and works (as specified in STC Schedule 9, 3.2).
 - changes to technical design or operational criteria forming part of a TO Construction Agreement or Connection Site Specification.
 - changes to the TO Construction Agreement as a result of Third Party Works being identified and requiring completion prior to connection; and

- ad-hoc request for modifications by Users/NGESO /TO where Parties agree that a Modification Application is not required.

2 Key Definitions

2.1 For the purposes of STCP 18-6:

- 2.1.1 **Affected Parties** means the Host TO, Affected TO(s) and Other Affected TO(s) as appropriate, involved in producing TO Construction Offers relating to a particular User Application.
- 2.1.2 **Affected TO(s)** means any Transmission Owner in relation to whose Transmission System the Relevant Connection Site satisfies the criteria set out in the STC, Schedule Four. (see STC Section D, part 2, paragraph 2.2.2).
- 2.1.3 **Defaulting Party** means Defaulting Party as defined in STC Schedule 9.
- 2.1.4 **Host TO** means the Transmission Owner, whose Transmission System is located at the Relevant Connection Site. (see STC Section D, part 2, paragraph 2.2.1).
- 2.1.5 **STC Schedule 9 Affected Party** means Affected Party as defined in STC Schedule 9 (this differs from Affected Parties as defined in 2.1.1).
- 2.1.6 **STC Schedule 9 Affected Party's Works** means Affected Party's Works as defined in STC Schedule 9.
- 2.1.6.1.7 **Third Party Works** means works undertaken on Plant or Apparatus belonging to a Third Party (other than a Transmission Owner, NGESO or a User Applicant) where such works are required by NGESO to enable it to provide the connection to and/or use of the National Electricity Transmission System by the User Applicant or required as a consequence of connection to and/or use of the National Electricity Transmission System by the User Applicant.
- 2.1.8 **TO Termination Notice** means a notice send by a TO to NGESO upon the termination of a TO Construction agreement.
- 2.1.9 **User Applicant** means a party that has entered into a Construction Agreement with NGESO where Third Party Works are required in order for the User Applicant to connect and/or use the National Electricity Transmission System.

3 Procedure

3.1 Consideration of Change

- 3.1.1 NGESO shall notify the Affected Parties when a User has signed an Offer by sending them an updated Scheme Briefing Note in accordance with STCP 18-1 Connection and Modification Application, STCP 18-2 Use of System Application or STCP 18-3 TEC Changes (in the case of a TEC increase)
- 3.1.2 In the case of a TEC decrease, NGESO shall notify the relevant Parties when the decrease has been effected in accordance with STCP18-3 TEC Changes.
- 3.1.3 In the event of the termination of a Bilateral Agreement or the early termination of a Construction Agreement, NGESO shall issue a TO Termination Notice to the Affected Parties in accordance with STCP 19-2 Construction Process and Scheme Closure.
- 3.1.4 The Affected Parties shall, as soon as reasonably practicable, assess the effect of the accepted TO Construction Offer/TEC Decrease notification/TO Termination Notice on the Transmission Connection Asset Works, Transmission Reinforcement Works, One Off Works and Third Party Works of all relevant existing TO Construction Agreement(s) or, where there is no TO Construction Offer, they shall asses the effect on the relevant technical design or operational criteria previously notified by the Affected Parties to NGESO .

- 3.1.5 The Affected Parties shall discuss with NGENSO any identified effects and issues resulting from the assessment carried out under section 3.1.4. The Affected Parties shall notify NGENSO in writing of any required amendments to the affected agreement(s) or documents that affect Users. NGENSO shall amend such agreements/documents as appropriate.
- 3.1.6 NGENSO shall inform the Affected Parties as soon as reasonably practicable after NGENSO has notified the User(s) of the changes to the relevant Construction Agreement(s) or Bilateral Agreement(s).

3.2 Delays to Programme and Works

- 3.2.1 As soon as any of the Affected Parties becomes aware of the need to amend Transmission Construction Works because of a Consents driven change(s), that Affected Party shall make revisions to the relevant Appendices of the TO Construction Agreement that include such Transmission Construction Works and any related charges and inform NGENSO as soon as reasonably practicable.
- 3.2.2 Within ~~28-20~~ calendar-Business Days of an STC Schedule 9 Affected Party becoming aware of an occurrence as allowed for under STC Schedule 9, 3.2, giving rise to a delay in carrying out any of the STC Schedule 9 Affected Party's Works they shall notify the Defaulting Party in writing of such occurrence together with an estimate of the proposed delay which it will cause the STC Schedule 9 Affected Party. Once the new date(s) are fixed the TO Construction Programme and/or TO Commissioning Programme shall be deemed automatically amended as appropriate.

3.3 Changes to technical design or operational criteria forming part of the TO Construction Agreement or Connection Site Specification

- 3.3.1 If a TO wishes to change the technical design or operation criteria that form part of the TO Construction Agreement or the Connection Site Specification (as appropriate), the TO shall notify NGENSO as soon as reasonably practicable. The notice shall include the amendments that the TO considers to be required and the reasons why the TO considers the modification is required.
- 3.3.2 If required NGENSO shall request further detail/clarification from the TO.
- 3.3.3 NGENSO shall issue a Modification Notification to the User if the change notified to NGENSO under section 3.3.1 requires a change to Appendices F1, F3 or F5 to the relevant Bilateral Connection Agreement, or Appendices F1, F3, F4 or F5 to the relevant Bilateral Embedded Generation Agreement. If a User submits a Modification Application to NGENSO as a result of the Modification Notification, NGENSO shall issue a NGENSO- Construction Application to the Affected Parties and STCP18-1 Connection and Modification Application process will be followed. Where a User is not required to submit a Modification Application then NGENSO and the Affected Parties shall discuss and agree the process and timetable for considering, agreeing and documenting the required changes to the relevant TO Construction Agreement or Connection Site Specification, as appropriate.
- 3.3.4 Where a User wishes to change Appendices F1, F3 or F5 to the relevant Bilateral Connection Agreement, or Appendices F1, F3, F4 or F5 to the relevant Bilateral Embedded Generation Agreement, it may, at any time, submit a Modification Application to NGENSO. On receipt of that application the process detailed in STCP18-1 Connection and Modification Application shall be followed from step 3.1.1.

3.3.5 If the change notified by the TO to NGESO under section 3.3.1 results in the need to change Appendix F4 of the relevant Bilateral Connection Agreement, or the User wishes to change Appendix F4 to the relevant Bilateral Connection Agreement, NGESO and the Affected Parties shall discuss and agree the process and timetable for considering, agreeing and documenting the required changes to the relevant TO Construction Agreement or Connection Site Specification, as appropriate. Parties agree that such discussions shall take place and agreement reached within 5 ~~working~~ Business Days of receipt of the change notification.

3.4 Changes to technical design or operational criteria forming part of the TO Construction Agreement or Connection Site Specification as a result of Third Party Works

3.4.1 The User will notify NGESO in writing if confirmed that Third Party Works will be required as a requirement of the TO Construction Agreement and will provide the NGESO with the list of required Third Party Works.

3.4.2 The TO will confirm to NGESO Lead Person within 15 Business Days of receipt of the Third Party Works from the NGESO if no changes are required to the TO Construction Agreement and/or Connection Site Specification, or changes are required to the Construction Programme timelines only as a result of the Third Party Works.

3.4.3 In the event of changes to Construction Programme timelines only, the TO shall submit a revised TO Construction Offer to the NGESO Lead Person within 15 Business Days of receipt of the Third Party Works. On receipt of the revised TO Construction Offer the process detailed in STCP18-1 Connection and Modification Application shall be followed from 3.2.21.

~~3.3.6~~3.4.4 In the event of changes identified in the Third Party Work Appendix of the TO Construction Agreement which are not changes to the Construction Programme timelines -only, the TO shall submit a revised TO Construction Offer to the NGESO Lead Person within 2 months + 10 Business Days of receipt of the Third Party Works. On receipt of the revised TO Construction Offer the process detailed in STCP18-1 Connection and Modification Application shall be followed from step 3.2.21.

3.4.3.5 Ad-hoc request for modifications by Users/NGESO /TO where Parties agreed a Modification Application is not required

~~3.4.13~~3.5.1 Where a User or NGESO requests a change to a Bilateral Agreement or Construction Agreement which requires a modification to a TO Construction Agreement or Connection Site Specification, NGESO and the Affected Parties shall discuss and agree whether this can be achieved without a Modification Application and if so the process and timetable for considering, agreeing and documenting the changes to the relevant TO Construction Agreement or Connection Site Specification.

~~3.4.23~~3.5.2 Where a TO requests a change (other than those previously covered in sections 3.1 to 3.3) to a TO Construction Agreement or Connection Site Specification, NGESO will discuss the impact with the User prior to agreeing a process and timetable with the TO and any Affected TO for considering, agreeing and documenting the changes to the relevant TO Construction Agreement or Connection Site Specification.

4 Nuclear Site Licence Provisions

4.1 General

4.1.1 When following this process where this may interact with, impact upon or fall within the boundary of a Nuclear Site Licence holder's site, or may otherwise have any form of affect and/or implication for a nuclear power station, consideration must be given to the relevant provisions of the applicable Nuclear Site Licence Provisions Agreement, the

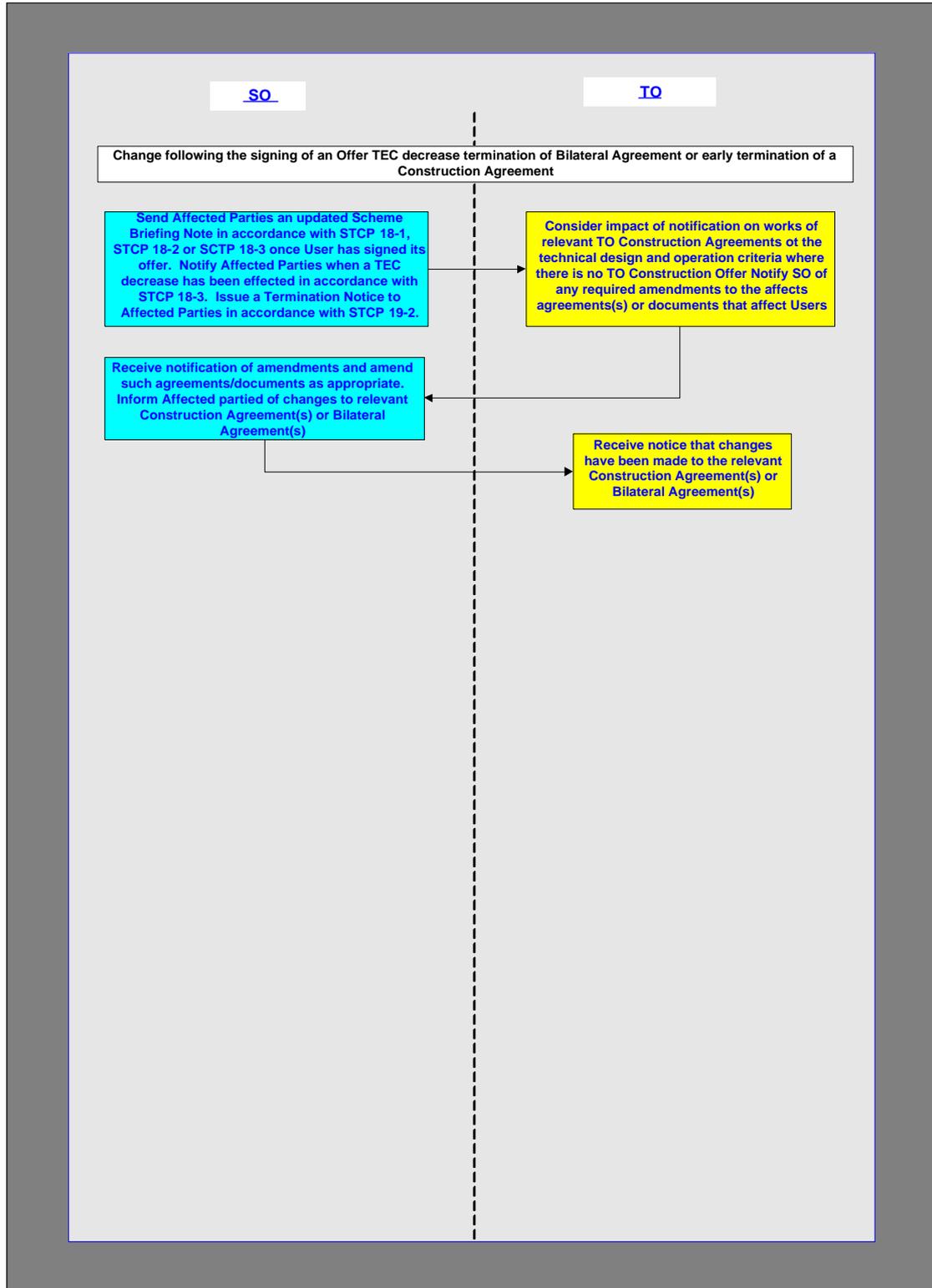
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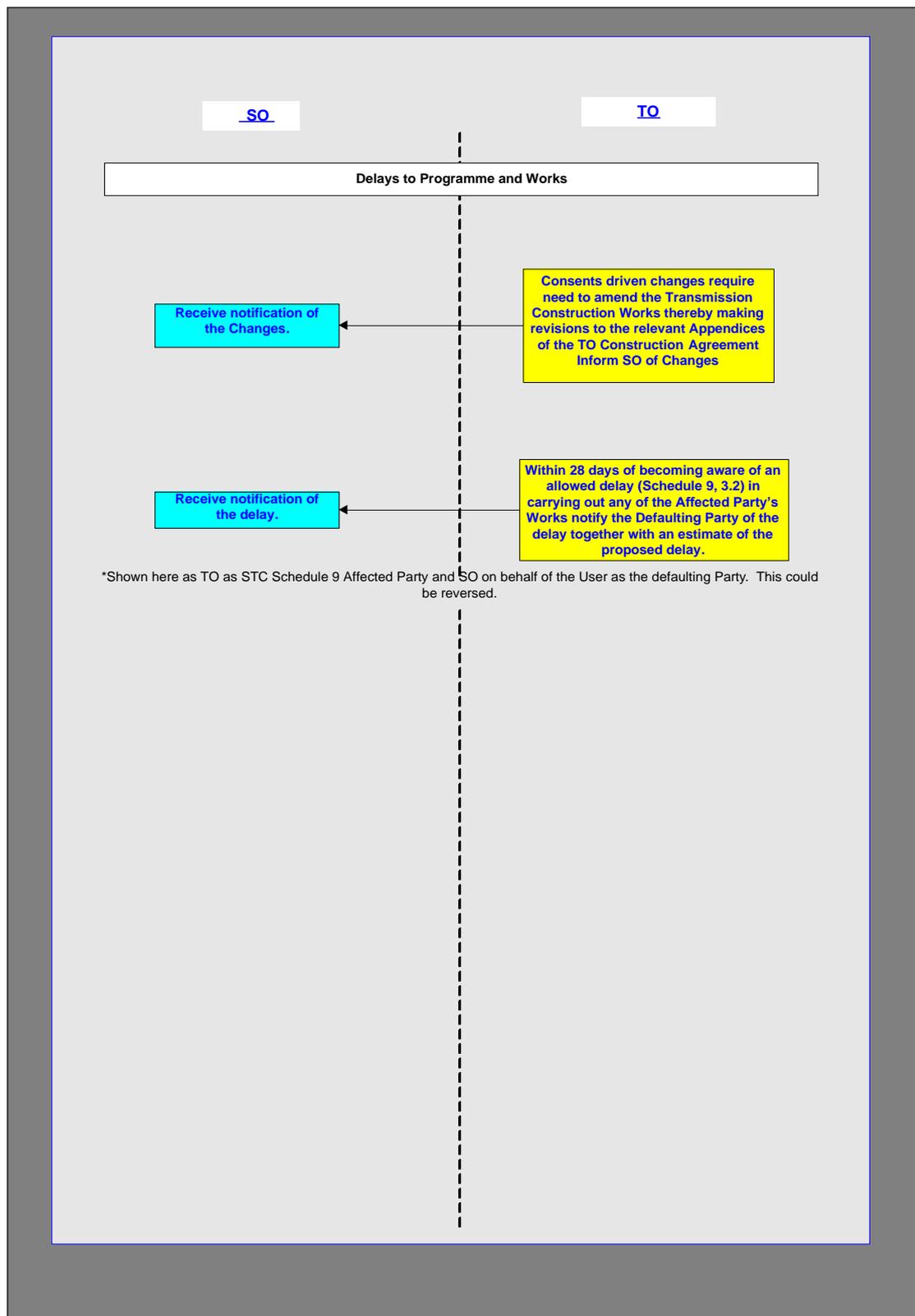
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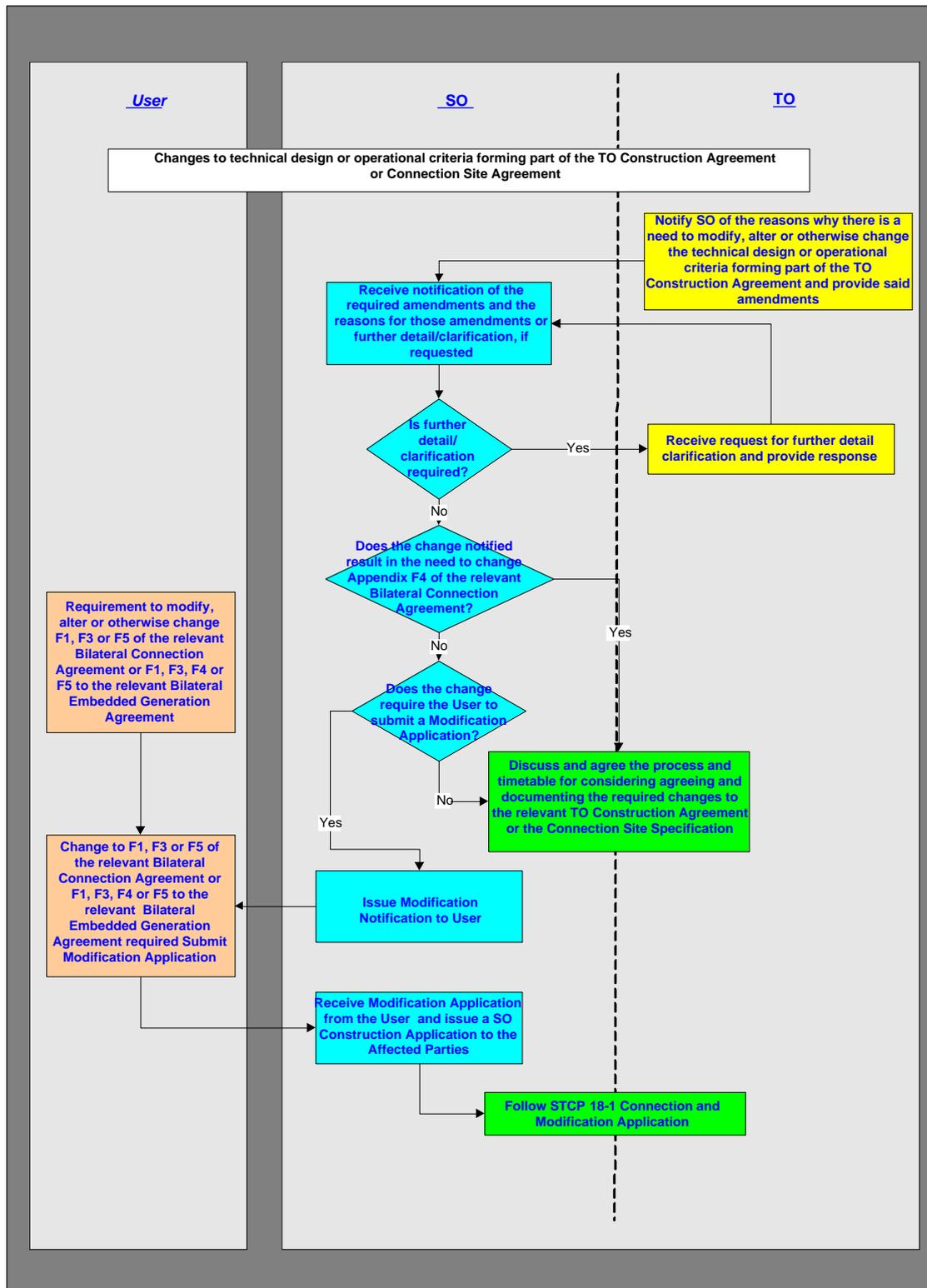
CUSC Bilateral Connection Agreement for that site, paragraph 6.9.4 of the CUSC and Section G3 of the STC Code to ensure compliance with all of these obligations.

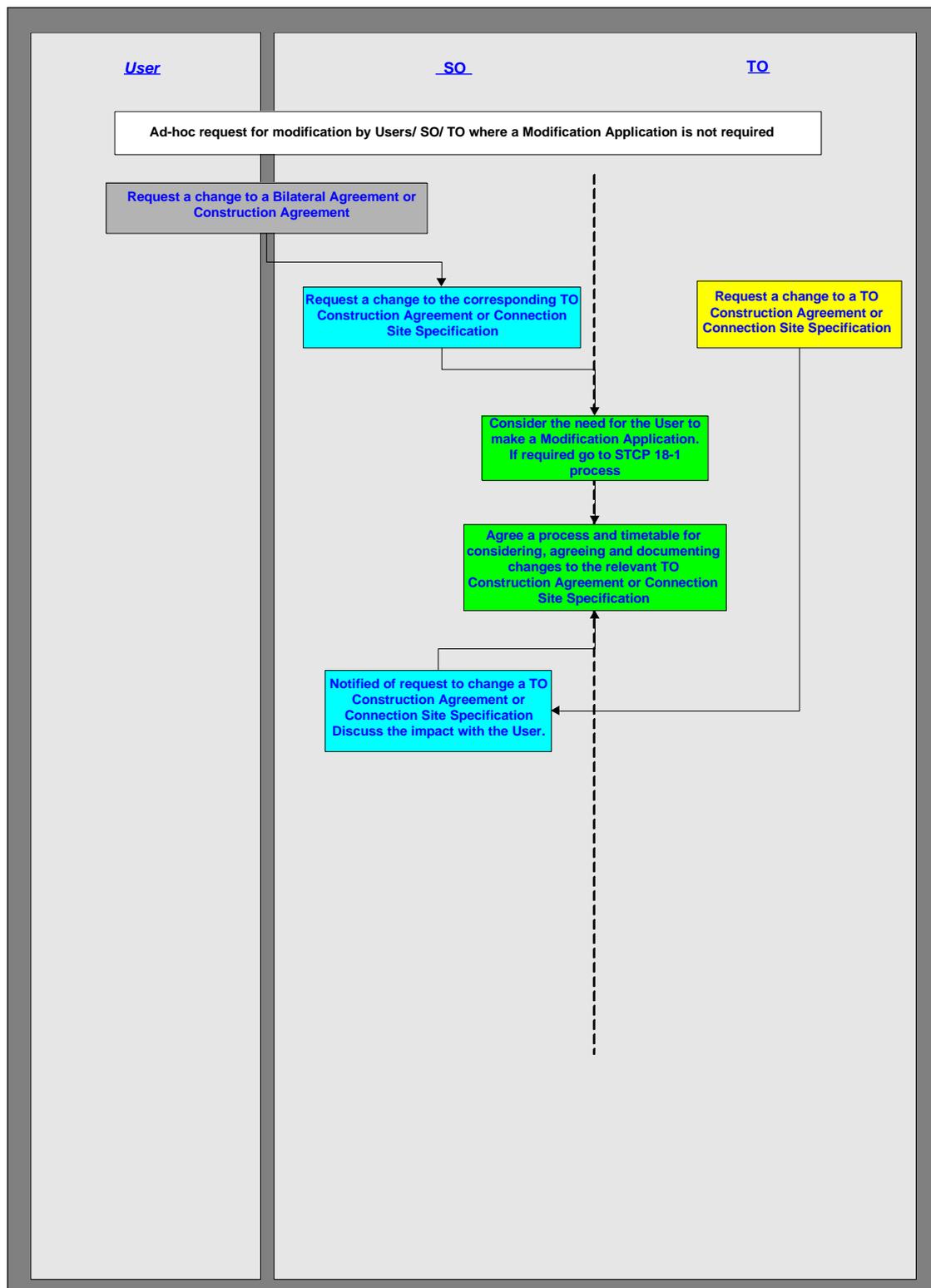
Appendix A: Flow Diagram

Note that the Process Diagrams shown in this Appendix A are for information only. In the event of any contradiction between the process represented in this Appendix and the process described elsewhere in this STCP, then the text elsewhere in this STCP shall prevail.









Appendix B: Abbreviations & Definitions

Abbreviations

OFTO Offshore Transmission Owner
SHET Scottish Hydro-Electric Transmission plc
SPT SP Transmission Ltd
TO Transmission Owner
TEC Transmission Entry Capacity

Definitions

STC definitions used:

Connection Site Specification
Consents
NGESO
NGET
One Off Works
Relevant Connection Site

~~Third Party Works~~

TO Commissioning Programme
TO Construction Offer
TO Construction Agreement
TO Construction Programme
Transmission Construction Works
Transmission Connection Asset Works
Transmission Reinforcement Works
User

CUSC definitions used:

Bilateral Agreement
Bilateral Connection Agreement
Bilateral Embedded Generation Agreement
Completion Date
Construction Agreement
Modification Application
Modification Notification
Offer

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Definitions used from other STCPS

Other Affected TO STCP18-1: Connection and Modification Application