

**PROGRESS REPORT ON
PROPOSED AMENDMENTS TO THE SYSTEM
OPERATOR – TRANSMISSION OWNER CODE**
September 2005

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CONTENTS

| | | |
|----------|---|----------|
| 1 | INTRODUCTION | 3 |
| 2 | DETAILS OF AMENDMENT PROPOSALS REFUSED | 3 |
| 3 | NEW AMENDMENT PROPOSALS | 3 |
| 4 | AMALGAMATIONS | 3 |
| 5 | SCHEDULING AND TIMETABLES | 4 |
| 6 | AUTHORITY DECISIONS | 5 |

ANNEX 1 - STC AMENDMENT REGISTER AS AT 3rd October 2005.

1 INTRODUCTION

This Progress Report is prepared in accordance with Section B, Paragraph 7.2.8 of the STC and provides inter alia, details of current Amendment Proposals and matters arising during the preceding month together with details of key decisions made at the STC Committee meeting held on 20th September 2005 regarding the prioritisation and timetabling of Amendment Proposals.

2 DETAILS OF AMENDMENT PROPOSALS REFUSED

This section details Amendment Proposals refused by the Committee Secretary or by the STC Committee (in accordance with Section B, Paragraph 7.2.2.2 of the STC).

- None

3 NEW AMENDMENT PROPOSALS

- None

4 AMALGAMATIONS

This section contains details of any decision of the STC Committee to amalgamate Amendment Proposals in accordance with Section B, Paragraph 7.2.3.1 of the STC.

- None.

5 SCHEDULING AND TIMETABLES

This section of the Progress Report is intended to give a high level timetable for each Amendment Proposal in progress. Specific milestone dates and key phase dates will be entered when the information is available. The shaded area is intended to show progress up to present.

| Ref. | TITLE | STC Committee Meeting | Submission of Working Group Report | STC Committee Panel Meeting | Publish Consultation Document | Consultation concludes | Submit Amendment Report to Authority | Authority Determination | Date of Implementation | Comments on changes, slippages and impact on implementation date |
|-------|---|-----------------------|------------------------------------|-----------------------------|-------------------------------|------------------------|--------------------------------------|-------------------------|------------------------|--|
| CA013 | TEC Exchange Rate Request Process | 25/05/05 | N/A | N/A | 27/09/05 | 11/10/05 | | | | CA013 was presented to the May Committee meeting. The Committee decided that CA013 should proceed to the Assessment & Report Phase. STC Parties currently working on legal drafting. STC Parties to provide their impact and assessment analysis by 5 th August 2005. Outstanding impact and assessment analysis to be submitted by 2 nd September. STC Committee agreed the content and format of the Proposed Amendment Report at September's Committee Meeting. Proposed Amendment Report circulated to the industry for comment on 27th September 2005. Responses to be received by 11th October 2005. Draft version of Amendment Report to be present to STC Committee Meeting in October for review/comment/approval. |
| CA014 | Change of Company Name for National Grid Company plc (NGC) and consequential Amendments to the STC. | 19/07/05 | N/A | N/A | 09/08/05 | 16/08/05 | 26/08/05 | 16/09/05 | 23/09/05 | CA014 was presented to the July Committee Meeting. The Committee decided that CA014 should proceed to industry consultation. The Proposed Amendment Report was issued on 9 th August 2005 and comments requested by 16 th August 2005. The Committee agreed the Amendment Report on 24 th August 2005. The Amendment Report was submitted to Ofgem on 26 th August 2005. Authority approved CA014 on 16th September, for implementation on 23rd September 2005. |

6 AUTHORITY DECISIONS

- The Authority approved CA014 on 16th September 2005, for implementation on 23rd September 2005

ANNEX 1
STC AMENDMENT REGISTER – AS AT 3rd October 2005

All documents referred to in the Amendment Register are available on the National Grid STC website.

CA015

Altering the Notification Period for STC Committee Meetings

Proposer National Grid

Submitted 17/08/05

Submitted Normal
Priority

Amendment Description

This proposal proposed that notice of the STC Committee Meeting and all paperwork (including the agenda) pertaining to the meeting be supplied to Committee Members at a common time. In line with other Industry Codes e.g. CUSC and BSC, it is proposed that this be set as five business days prior to the date of the Committee Meeting.

Current status and progress

CA015 was presented and discussed at the August Committee Meeting. National Grid indicated it wished to withdraw CA015 on 24/08/05. **CA015 was formally withdrawn on 2nd Friday 2005, there was no support for the Amendment Proposal from any other STC Party.**

CA014

Change of Company Name for National Grid Company plc (NGC) and consequential Amendments to the STC

Proposer National Grid

Submitted 12/07/05

Submitted Normal
Priority

Amendment Description

At National Grid Transco's Annual General Meeting (held on 25th July), shareholders approved a motion to change the name of the group to that of National Grid plc, with effective from 27th July 2005.

Due to the potential similarity between the group name National Grid plc and the holder of the Transmission Licence, National Grid Company plc, at the same time the group name was changed, National Grid Company plc was renamed National Grid Electricity Transmission plc.

This proposal proposes that the definition of NGC currently used within the STC and all occurrences of it within the STC are therefore updated.

Current status and progress

CA014 was presented to the July Committee Meeting. The Committee decided that CA014 should proceed to industry consultation. The Proposed Amendment Report was issued on 9th August 2005 and comments requested by 16th August 2005. The Committee agreed the Amendment Report on 24th August 2005. The Amendment Report was submitted to Ofgem on 26th August 2005. **Authority approved CA014 on 16th September, for implementation on 23rd September 2005.**

ANNEX 1
STC AMENDMENT REGISTER – AS AT 3rd October 2005

CA013

TEC Exchange Rate Request Process

| | | | | | |
|-----------------|---------------|------------------|----------|-------------------------------|--------|
| Proposer | National Grid | Submitted | 18/05/05 | Submitted Priority | Normal |
|-----------------|---------------|------------------|----------|-------------------------------|--------|

Amendment Description

This amendment proposes that the STC be modified to clarify the process to be followed and the obligations on NGC and each Transmission Owner (TO) under the STC to jointly liaise in the preparation of a TEC Exchange Rate. This would occur when a TEC Exchange Rate Request is received from CUSC Parties, one or both of whom is sited in the licensed area or within the boundary of influence of a Transmission Owner.

Current status and progress

CA013 was presented to the May Committee meeting. The Committee decided that CA013 should proceed to the Assessment & Report Phase. STC Parties to provide their impact and assessment analysis by 5th August 2005. Outstanding impact and assessment analysis to be submitted by 2nd September. **STC Committee agreed the content and format of the Proposed Amendment Report at September's Committee Meeting. Proposed Amendment Report circulated to the industry for comment on 27th September 2005. Responses to be received by 11th October 2005. Draft version of Amendment Report to be present to STC Committee Meeting in October for review/comment/approval.**

CA012

STC – Table of Contents

| | | | | | |
|-----------------|---------------|------------------|----------|-------------------------------|--------|
| Proposer | National Grid | Submitted | 12/04/05 | Submitted Priority | Normal |
|-----------------|---------------|------------------|----------|-------------------------------|--------|

Amendment Description

Insert Heading I14 and associated wording in the Table of Contents Document.

Recent authority direction in relation to EELPS inserted paragraph I14 into the STC but did not add the corresponding heading into the Table of Contents Document.

Current status and progress

CA012 was presented to the April Committee meeting. The Committee decided that CA012 should proceed to industry consultation. The Proposed Amendment Report was issued on 9th May 2005 and comments requested by 16th May 2005. The Committee agreed the Amendment Report on 25th May 2005. The Amendment Report was submitted to Ofgem on 27th May 2005. Ofgem approved Amendment Proposal on 1st July, the change was implemented on 7th July 2005.

CA011

STC – Table of Contents

| | | | | | |
|-----------------|---------------|------------------|----------|-------------------------------|--------|
| Proposer | National Grid | Submitted | 12/04/05 | Submitted Priority | Normal |
|-----------------|---------------|------------------|----------|-------------------------------|--------|

Amendment Description

Insert Heading G20 and associated wording in the Table of Contents Document.

Recent authority direction in relation to Schedule 3 inserted paragraph G20 into the STC but did not add the corresponding heading into the Table of Contents Document.

Current status and progress

CA011 was presented to the April Committee meeting. The Committee decided that CA011 should proceed to industry consultation. The Proposed Amendment Report was issued on 9th May 2005 and comments requested by 16th May 2005. The Committee agreed the Amendment Report on 25th May 2005. The Amendment Report was submitted to Ofgem on 27th May 2005. Ofgem approved Amendment Proposal on 1st July, the change was implemented on 7th July 2005.

ANNEX 1
STC AMENDMENT REGISTER – AS AT 3rd October 2005

CA010

Schedule 3 – Amendment to paragraph 2.5.1

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|-----------------|---------------|------------------|----------|------------------|--------|
| Proposer | National Grid | Submitted | 12/04/05 | Submitted | Normal |
| | | | | Priority | |

Amendment Description

Reference to 'Construction Agreement' should be amended to 'TO Construction Agreement'.

Amending incorrect terminology within Schedule 3, paragraph 2.5.1

Current status and progress

CA010 was presented to the April Committee meeting. The Committee decided that CA010 should proceed to industry consultation. The Proposed Amendment Report was issued on 9th May 2005 and comments requested by 16th May 2005. The Committee agreed the Amendment Report on 25th May 2005. The Amendment Report was submitted to Ofgem on 27th May 2005. Ofgem approved Amendment Proposal on 1st July, the change was implemented on 7th July 2005.

CA009

Schedule 3, – Amendment to Paragraph 2.3.2 – Incorrect cross referencing

| | | | | | |
|-----------------|---------------|------------------|----------|------------------|--------|
| Proposer | National Grid | Submitted | 12/04/05 | Submitted | Normal |
| | | | | Priority | |

Amendment Description

Cross-reference should be amended to refer to sub-paragraphs 2.4.7(a) – (g), not 2.4.6 (a) – (g).

Reference to sub-paragraphs 2.4.6 (a) – (g) will be corrected to read 2.4.7 (a) to (g).

Current status and progress

CA009 was presented to the April Committee meeting. The Committee decided that CA009 should proceed to industry consultation. The Proposed Amendment Report was issued on 9th May 2005 and comments requested by 16th May 2005. The Committee agreed the Amendment Report on 25th May 2005. The Amendment Report was submitted to Ofgem on 27th May 2005. Ofgem approved Amendment Proposal on 1st July, the change was implemented on 7th July 2005.

CA008

Schedule 3 – Amendment to paragraph 2.1.3 (a)

| | | | | | |
|-----------------|---------------|------------------|----------|------------------|--------|
| Proposer | National Grid | Submitted | 12/04/05 | Submitted | Normal |
| | | | | Priority | |

Amendment Description

Reference to 'Construction Agreement' should be amended to 'TO Construction Agreement'.

Amending incorrect terminology within Schedule 3, paragraph 2.1.3 (a).

Current status and progress

CA008 was presented to the April Committee meeting. The Committee decided that CA008 should proceed to industry consultation. The Proposed Amendment Report was issued on 9th May 2005 and comments requested by 16th May 2005. The Committee agreed the Amendment Report on 25th May 2005. The Amendment Report was submitted to Ofgem on 27th May 2005. Ofgem approved Amendment Proposal on 1st July, the change was implemented on 7th July 2005.

ANNEX 1
STC AMENDMENT REGISTER – AS AT 3rd October 2005

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|--|---------------|---|----------|
| CA007 | | Section I, Paragraph 13.1 – Correction of sub-paragraph numbering | |
| Proposer | National Grid | Submitted | 12/04/05 |
| | | Submitted | Normal |
| | | Priority | |
| Amendment Description | | Current status and progress | |
| Sub-paragraph numbering for Section I, paragraph 13.1 starts at 13.1.2 instead of 13.1. | | CA007 was presented to the April Committee meeting. The Committee decided that CA007 should proceed to industry consultation. The Proposed Amendment Report was issued on 9 th May 2005 and comments requested by 16 th May 2005. The Committee agreed the Amendment Report on 25 th May 2005. The Amendment Report was submitted to Ofgem on 27 th May 2005. Ofgem approved Amendment Proposal on 1 st July, the change was implemented on 7 th July 2005. | |
| Correction of sub-paragraph numbering of Section I, Paragraph 13.1 | | | |
| | | | |
| CA006 | | Section G, paragraph 18.1 – removal of obsolete text. | |
| Proposer | National Grid | Submitted | 12/04/05 |
| | | Submitted | Normal |
| | | Priority | |
| Amendment Description | | Current status and progress | |
| Removal of obsolete text – ‘to the effect that the law governing the place in which such immovable property’ – at the end of Section G, paragraph 18.1. | | CA006 was presented to the April Committee meeting. The Committee decided that CA006 should proceed to industry consultation. The Proposed Amendment Report was issued on 9 th May 2005 and comments requested by 16 th May 2005. The Committee agreed the Amendment Report on 25 th May 2005. The Amendment Report was submitted to Ofgem on 27 th May 2005. Ofgem approved Amendment Proposal on 1 st July, the change was implemented on 7 th July 2005. | |
| The authority decision letter for STC Housekeeping amendment deleted words from Section G, paragraph 18.1 but did not remove ‘to the effect that the law governing the place in which such immovable property’. Resulting in the current paragraph becoming ineffectual. | | | |
| | | | |
| CA005 | | Section J – New Definitions | |
| Proposer | National Grid | Submitted | 12/04/05 |
| | | Submitted | Normal |
| | | Priority | |
| Amendment Description | | Current status and progress | |
| There are currently no definitions listed for: ‘Local Switching Procedure’, ‘Local Joint Restoration Plan’ and ‘De-Synchronised Island Procedure’. | | CA005 was presented to the April Committee meeting. The Committee decided that CA005 should proceed to industry consultation. The Proposed Amendment Report was issued on 9 th May 2005 and comments requested by 16 th May 2005. The Committee agreed the Amendment Report on 25 th May 2005. The Amendment Report was submitted to Ofgem on 27 th May 2005. Ofgem approved Amendment Proposal on 1 st July, the change was implemented on 7 th July 2005. | |
| The authority decision letter for OC7 and OC9 introduced the following terminology into the STC: Local Switching Procedure, Local Joint Restoration Plan and De-Synchronised Island Procedure but did not provide the relevant definition in Section J. | | | |

ANNEX 1
STC AMENDMENT REGISTER – AS AT 3rd October 2005

CA004

Section I, Paragraph 1.2, Correction of Typing Error

Proposer National Grid

Submitted 12/04/05 **Submitted** Normal
Priority

Amendment Description

Section I, Paragraph 1.2 finishes with an end bracket “)” instead of full stop”.”.

The authority decision letter for SLC C18 introduced within Section 1 subparagraph 1.2 however the legal text finishes the sentence with an end bracket instead of a full stop.

Current status and progress

CA004 was presented to the April Committee meeting. The Committee decided that CA004 should proceed to industry consultation. The Proposed Amendment Report was issued on 9th May 2005 and comments requested by 16th May 2005. The Committee agreed the Amendment Report on 25th May 2005. The Amendment Report was submitted to Ofgem on 27th May 2005. Ofgem approved Amendment Proposal on 1st July, the change was implemented on 7th July 2005.

CA003

Introduction of Version Control

Proposer National Grid

Submitted 12/04/05 **Submitted** Normal
Priority

Amendment Description

Introduction of version control throughout STC documentation i.e. Sections, and Schedules.

Currently there is no version control of the STC sections and schedules, the introduction of which would assist in the electronic servicing of the STC.

Current status and progress

CA003 was presented to the April Committee meeting. Amendment was evaluated and an alternative amendment proposed. The Alternative Amendment proposes that to ease interested ‘parties’ servicing of the code, upon each update of a section of the Code, the entire section should be re-issued rather than just the affected pages as proposed by the original CA003. The Committee decided that CA003 and the Alternative Amendment should proceed to industry consultation. The Proposed Amendment Report was issued on 9th May 2005 and comments requested by 16th May 2005. The Committee agreed the Amendment Report on 25th May 2005. The Amendment Report was submitted to Ofgem on 27th May 2005. Ofgem approved the Alternative Amendment Proposal on 1st July, the change was implemented on 7th July 2005.

ANNEX 1
STC AMENDMENT REGISTER – AS AT 3rd October 2005

| CA002 | | Section I, Paragraph 9.1 – Correction of sub-paragraphs numbering | | | |
|--|---------------|---|----------|---------------------------|--------|
| Proposer | National Grid | Submitted | 12/04/05 | Submitted Priority | Normal |
| Amendment Description | | Current status and progress | | | |
| Sub-paragraph numbering for Section I, paragraph 9.1 starts at 9.1.2 instead of 9.1.1 | | CA002 was presented to the April Committee meeting. The Committee decided that CA002 should proceed to industry consultation. The Proposed Amendment Report was issued on 9 th May 2005 and comments requested by 16 th May 2005. The Committee agreed the Amendment Report on 25 th May 2005. The Amendment Report was submitted to Ofgem on 27 th May 2005. Ofgem approved Amendment Proposal on 1 st July, the change was implemented on 7 th July 2005. | | | |
| Correction of sub-paragraph numbering of Section I, Paragraph 9.1 and amend subsequent paragraph numbering and cross referencing accordingly throughout paragraph 9. | | | | | |

| CA001 | | Section J, Paragraph 1.1 – Correction of Referencing Error | | | |
|---|---------------|---|----------|---------------------------|--------|
| Proposer | National Grid | Submitted | 12/04/05 | Submitted Priority | Normal |
| Amendment Description | | Current status and progress | | | |
| Section J, Paragraph 1.1 refers to 'Section I' and requires correction to read 'Section J'. | | CA001 was presented to the April Committee meeting. The Committee decided that CA001 should proceed to industry consultation. The Proposed Amendment Report was issued on 9 th May 2005 and comments requested by 16 th May 2005. The Committee agreed the Amendment Report on 25 th May 2005. The Amendment Report was submitted to Ofgem on 27 th May 2005. Ofgem approved Amendment Proposal on 1 st July, the change was implemented on 7 th July 2005. | | | |
| Correction of referencing error at the beginning of Section J, Paragraph 1.1. | | | | | |