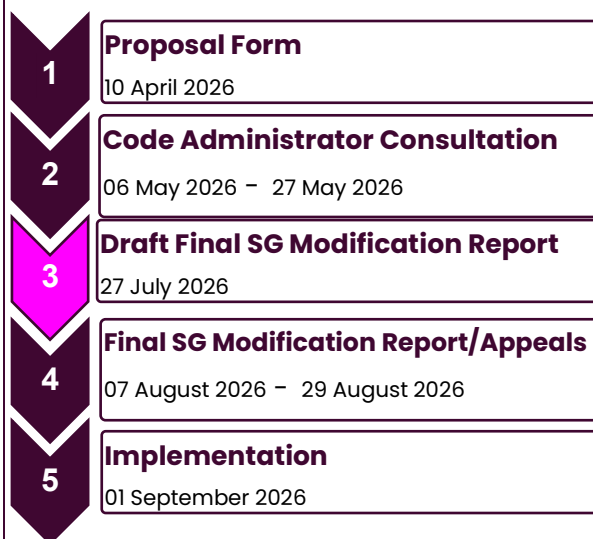


Draft Final Self-Governance Modification Report

CM0107: Update for Centralised Strategic Network Plan

Overview: Due to the upcoming introduction of the Centralised Strategic Network Plan (CSNP), several sections of the System Operator Transmission Owner Code (STC)/ System Technical Code Procedure (STCP) need to be changed as the references are becoming outdated, including the Electricity Ten Year Statement (ETYS), the Seven Year Statement (SYS), the Network Options Assessment (NOA) and the Offshore Development Information Statement (ODIS).

Modification process & timetable



Have 5 minutes? Read our [Executive summary](#)

Have 30 minutes? Read the full [Draft Final SG Modification Report](#)

Have 90 minutes? Read the full Draft Final SG Modification Report and Annexes

Status summary:

The Draft Final SG Modification Report has been prepared for the determination vote at Panel.

Panel determination: The Panel will meet on 29 July 2026 to carry out their determination vote.

This modification is expected to have a: Low Impact

Any STC parties currently impacted by the ETYS, SYS, NOA or ODIS.

Governance route	Self-Governance modification to proceed to Code Administrator Consultation	
Who can I talk to about the change?	Proposer: Thomas Goss Thomas.goss2@neso.energy 07522 998 916	Code Administrator Chair: stcteam@neso.energy

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What is the issue?

The introduction of the Centralised Strategic Network Plan (CSNP) requires that any older references are updated to previous Electricity Planning Data methodologies such as the Electricity Ten Year Statement (ETYS), which provides NESO's view of the future of transmission requirements. The final iteration of the ETYS is currently scheduled for release in summer 2026. NESO's licence has been changed to include the Centralised Strategic Network Plan (CSNP). The Grid Code and System Operator – Transmission Owner Code (STC) will need to have any references to previous iterations of planning documents removed, including the ETYS and remaining references to the previous Seven Year Statement (SYS), Network Options Assessment (NOA) or Offshore Development Information Statement (ODIS). As functions of the ETYS and the data it produces are still valid, where the CSNP is directly taking over the function this needs to be included, and the wording of the legal text amended to ensure continuity.

Why change?

As above, the CSNP is taking over the functions previously provided by the ETYS, which is being phased out in 2026 as per the mandate from Ofgem, including the data which is input to NESO and the reports being produced.

Therefore, there is a need to ensure that the STC, STCPs, Grid Code and Connection and Use of System Code (CUSC) are amended in line with the new situation and do not contain references to redundant processes, which would cause confusion and uncertainty among stakeholders. The Proposer is progressing the changes in these codes in parallel with this request.

The SYS, NOA and ODIS are already redundant at the time of writing and references need to be removed from the codes.

What is the solution?

As the ETYS is being removed and many of the functions replaced by the CSNP there is a clear need for the Codes to keep pace with these changes. The references to the ETYS and SYS will need to come out as they will be redundant, and where the function is being taken over by the CSNP this will need to be added into the legal text. A list of STC references to ETYS and SYS has been compiled (see Appendix) and there will be potentially three scenarios:

1. References to ETYS/SYS where the function as described in the code section is being taken over in its entirety by the CSNP, and the reference can therefore simply be replaced (i.e. a straightforward replacement of ETYS for CSNP or similar).
2. References to ETYS/SYS where part of the function as described in the code section is being taken over by the CSNP but not all. The code section will need to be amended to ensure that the new reference to CSNP is correctly describing the functions it will fulfil, and any others are either removed or amended to describe the function and how they are being fulfilled.

References to ETYS/SYS where the function is either completely redundant or is only a description or confirmation of the ETYS/SYS. For example, this would include mentions in a definitions section, or a passage which is being removed from the Licence and can safely be taken out of the Code without needing further modification.

Legal Text

As per the above sections there will be several different changes to the existing STC legal text depending on how the change from ETYS to CSNP affect the wording, and other than the three types of changes there is no standard pattern.

Documents outlining the specific proposed changes for each reference to ETYS, SYS, NOA and ODIS are included as **Annex 02**.

The specific sections of the STC affected are as follows:

- Section D Planning Co-ordination, Part 1 Introduction 1.1.3,

- Section D Planning Co-ordination, Part 1, 4 Electricity Ten Year Statement: Entire section,
- Section H – Disputes: Section 4.3.12,
- Section J – Interpretation and Definitions
- Schedule 3 2.1 (j) and (k), 2.1.6 (b, ii), 3.7
- Schedule 8 1.3.3, STCP 16-1 Appendix D 'Abbreviations and Definitions',
- Schedule 8, TO Construction offer 1.1.3.2 (c),
- Schedule 9 A: 2.62, B: 2.4, Contents Headings,
- Schedule 9 C: 1.1, 2.7.2, Appendix

For reference, a future STCP modification will be raised and is likely to make changes to the below STCPs.

- STCP 03-1 Issue 008 Post Event Analysis and Reporting
- STCP 18-1 Issue 016 Page 34, Stage 3,
- STCP 20-1 Issue 007 Electricity Ten Year Statement: (Entire document),
- STCP 21-1 Issue 006 Network Options Assessment,
- STCP 22-1 Issue 006 Production of Models for GB System Planning

There will also need to be code modifications raised for the Grid Code, STCPs and CUSC as these will also be impacted by the same changes to the ETYS.

What is the impact of this change?

This modification will impact any current STC parties who use or are involved with ETYS, i.e. anyone who provides data input to the ETYS process, and those who use the outputs of the ETYS. Ofgem decision states that the next iteration of the ETYS report (summer 2026) will be the final one. However, NESO's licence has already been updated regarding the requirements for CSNP.

The Proposer will be updating the codes to ensure that the information is submitted in accordance with the new processes.

Proposer's assessment against STC Objectives	
Relevant Objective	Identified impact
(a) efficient discharge of the obligations imposed upon Transmission Licensees by Transmission Licences and the Electricity Act 1989;	Positive This modification ensures that NESO have continuity in terms of the data gained from the affected parties. The expectations from customers will not be changing except for the new name, location and timing of the data they already provide.
(b) efficient discharge of the obligations imposed upon the licensee by the Electricity System Operator licence, the Energy Act 2023 and Electricity Act 1989;	Positive See (a), removes any ambiguity between the requirements of all parties.
(c) development, maintenance, and operation of an efficient, economical, and coordinated system of electricity transmission;	Positive Ensuring that the references in the STC are up to date and redundancy is removed, ensures a correct flow of information and facilitating more effective future planning operations.
(d) facilitating effective competition in the generation and supply of electricity, and (so far as consistent therewith) facilitating such competition in the distribution of electricity;	Positive By ensuring the codes refer to the correct name for the published network planning data, Generators are better directed and can research the market better, facilitating more effective competition.
(e) protection of the security and quality of supply and safe operation	Positive The STC is, by this modification, kept up to date with the latest NESO

of the National Electricity Transmission System insofar as it relates to interactions between Transmission Licensees and the licensee;	Independent System Operator and Planner (ISOP) licence conditions C12/C17 regarding the production of a Centralised Strategic Network Plan in future.
(f) promotion of good industry practice and efficiency in the implementation and administration of the arrangements described in the STC;	Positive See (e)
(g) facilitation of access to the National Electricity Transmission System for generation not yet connected to the National Electricity Transmission System or Distribution System; and	Neutral
(h) compliance with the Electricity Regulation and any Relevant Legally Binding Decisions of the European Commission and/or the Agency.	Neutral

* See Electricity System Operator Licence

Proposer's assessment of the impact of the modification on the stakeholder / consumer benefit categories

Stakeholder / consumer benefit categories	Identified impact
Improved safety and reliability of the system	Neutral
Lower bills than would otherwise be the case	Neutral

Benefits for society as a whole	Positive The investment NESO is putting into the CSNP project will not only take over the functions which the ETYS provided but expand them as well. The new system will better utilise the data in terms of whole system analysis and future planning, ensuring that the network is as efficient and cost-effective as possible.
Reduced environmental damage	Neutral As the data that users send to NESO will be used as part of the overall CSNP process, analysis produced will better mitigate against environmental damage thanks to the whole system view the new process is conducting.
Improved quality of service	Positive See 'Benefits for Society as a whole'.

Code Administrator Consultation Summary

The Code Administrator Consultation was issued on the 06 May 2026 and closed on 27 May 2026 and received 3 non-confidential responses and no confidential responses, including no late responses. A summary of the responses can be found in the table below, and the full responses can be found in **Annex 03**.

Code Administrator Consultation summary	
Question	
Do you believe that the CM0107 Original Proposal better facilitates the STC Applicable Objectives?	One respondent stated that the change would better facilitate objective (f), whilst another respondent believed that the

	change would better facilitate objectives (a), (b), (c), (e) and (f). A third respondent did not believe that the change would better facilitate any of the STC objectives.
Do you support the proposed implementation approach?	All three respondents supported the implementation approach.
Do you have any other comments?	All respondents made additional comments and these are summarised below: • Broad support for the intent of CSNP and the move toward strategic, coordinated network planning. • Respondents support adding Section D 6.2.1 to clarify information, analysis and support obligations under ESO Licence Condition C17. • The change is viewed mainly as a housekeeping/interim “lift and shift” modification driven by time pressures. • Concerns remain that roles, responsibilities, processes, inputs and outputs are not yet sufficiently codified in the STC/STCP framework. • Further code revisions are expected to address gaps, improve legal/regulatory clarity and embed full CSNP arrangements.

Legal text issues raised in the consultation
Following an initial discussion in Panel (pre CAC), several Panel members asked for additional text to be added to the initial proposal. They went on to request the change by Code Administrator Consultation Response. It was requested that the Proposer add in the following legal text to Section D. 6.2.1 <i>If requested by the Transmission Owner to do so, The Company shall provide the information, analysis and support to such Transmission Owner as provided for under Condition C17 of ESO Licence.</i> No changes were made to any other legal text documents.
EBR issues raised in the consultation
No EBR issues were raised

Proposers response to legal text suggestions in the Code Administrator Consultation

The Proposer accepted all suggested changes. The updated legal text can be found in **Annex 05**.

Panel Determination vote

The Panel will meet on the 29 July 2026 to carry on their determination vote.

They will assess whether a change should be made to the STC by assessing the proposed change and any alternatives against the Applicable Objectives.

Panel comments on Legal text

Ahead of the vote taking place, the Panel will consider the legal text amendments proposed as part of the Code Administrator Consultation and agree next steps. The suggested changes can be found in **Annex 04**.

When will this change take place?

Implementation date:

01 September 2026

Date decision required by:

29 July 2026

Implementation approach

The Proposer has been discussing the implementation of the necessary STC changes with the Transmission Owners (TOs), STC Panel and Joint Planning Committee (JPC) since the middle of 2025, and the draft of the proposed changes has since been shared.

Interactions

☒ Grid Code	☐ BSC	☒ CUSC	☐ SQSS
☒ European	Other	☐ Other	
Network Codes	modifications		

Alongside this STC modification NESO are also raising one for the Grid Code changes as well as in the CUSC, and will be raising STCP changes as a consequential modification.

Acronyms, key terms and reference material

Acronym / key term	Meaning
BSC	Balancing and Settlement Code
CM	Code Modification
CSNP	Centralised Strategic Network Plan
CUSC	Connection and Use of System Code

ETYS	Electricity Ten Year Statement
ISOP	Independent System Operator and Planner
JPC	Joint Planning Committee
NESO	National Energy System Operator
NOA	Network Options Assessment
ODIS	Offshore Development Information Statement
SQSS	Security and Quality of Supply Standards
STC	System Operator Transmission Owner Code
STCP	System Technical Code Procedure
SYS	Seven Year Statement
TO	Transmission Owner

Reference material

- [ETYS-CSNP STC Legal Text changes proposal v1.xlsx](#)
- [Centralised Strategic Network Plan \(CSNP\) | National Energy System Operator](#)
- [Electricity Ten Year Statement \(ETYS\) | National Energy System Operator](#)

Annexes

Annex	Information
Annex 01	CM0107 Proposal Form
Annex 02	CM0107 Legal Text
Annex 03	CM0107 Code Administrator Consultation and responses

Annex 04	CM0107 Code Administrator Consultation response summary
Annex 05	Final Legal Text