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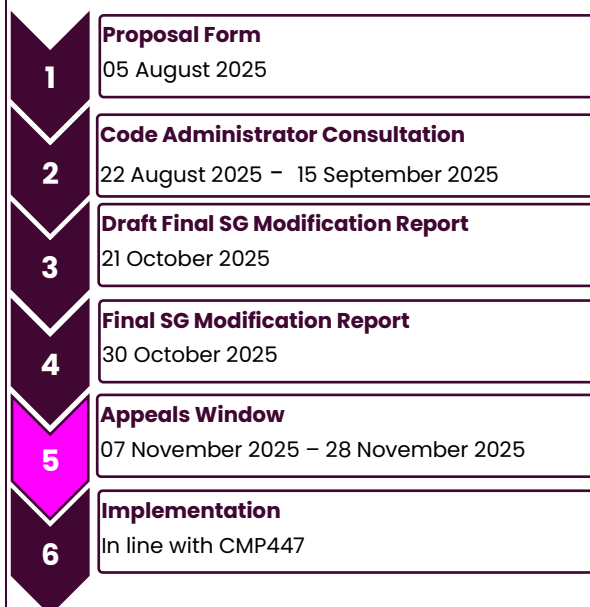
## Final Self-Governance Modification Report

# CM0103:

## STC Consequential Modification for CMP447 (Follow on Modification to CMP428)

**Overview:** This modification seeks to introduce consequential changes needed to reflect the new Connection and Use of System Code (CUSC) definitions of terms, if CMP447 is approved as expected.

### Modification process & timetable



**Have 30 minutes?** Read the full Final Self-Governance Modification Report

**Have 60 minutes?** Read the full Final Self-Governance Modification Report and Annexes

**Status summary:** The Panel has made their determination vote, and an appeals window has opened.

**Panel determination:** The Panel has determined unanimously that the Proposer's solution is implemented.

**This modification is expected to have a: Low impact** on Suppliers and Generators.

<b>Governance route</b>	Self-Governance modification to proceed to Code Administrator Consultation.	
<b>Who can I talk to about the change?</b>	<b>Proposer:</b> Stephen Baker <a href="mailto:Stephen.baker@neso.energy">Stephen.baker@neso.energy</a>	<b>Code Administrator Chair:</b> Kat Higby <a href="mailto:Katharine.higby@neso.energy">Katharine.higby@neso.energy</a>

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## What is the issue?

Consequential changes need to be made in the System Operator Transmission Owner Code (STC) to reflect changes made by [CMP447](#). These changes need to be implemented alongside CMP447.

## What is the solution?

Consequential changes that will be needed to reflect the new CUSC definitions of these terms, if CMP447 is approved as expected:

- Definition of Excepted Works (which is mis-spelt in STC as “expected works”); and
- Definition of Attributable Works in the STC.

## What is the impact of this change?

These are consequential changes that will be needed to reflect the new CUSC definitions of these terms, if CMP447 is approved as expected.

### 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;	<b>Neutral</b>
(b) efficient discharge of the obligations imposed upon the licensee by the Electricity System Operator licence, the Energy Act 2023 and Electricity Act 1989;	<b>Neutral</b>
(c) development, maintenance, and operation of an efficient, economical, and coordinated system of electricity transmission;	<b>Neutral</b>
(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;	<b>Positive</b> Supports CMP447 which enhances competition by ensuring that generation stakeholders all face appropriate attributable works within their potential cancellation charge liabilities (and hence

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	are securitising an appropriate amount). It will, if passed, provide clarity to the industry on what assets are classified as Attributable Works for Generators. It is likely that an increasing number of Customer connections will be realised by reducing the number of unnecessary securities required by Generators/demand Customers.
(e) protection of the security and quality of supply and safe operation of the National Electricity Transmission System insofar as it relates to interactions between Transmission Licensees and the licensee*;	<b>Neutral</b>
(f) promotion of good industry practice and efficiency in the implementation and administration of the arrangements described in the STC;	<b>Neutral</b>
(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	<b>Neutral</b>
(h) compliance with the Electricity Regulation and any Relevant Legally Binding Decisions of the European Commission and/or the Agency.	<b>Neutral</b>
* See <i>Electricity System Operator Licence</i>	

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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	<b>Neutral</b>
Lower bills than would otherwise be the case	<b>Positive</b> Possible that more efficient competition could reduce bills allowing net zero to be achieved more cheaply. Progressing with reform now will ensure that the securities regime is fit for purpose to support timely connection to projects associated with Accelerated Strategic Transmission Investment (ASTI) and future Centralised Strategic Network Plan (CSNP) works.
Benefits for society as a whole	<b>Positive</b> Possible that more efficient competition could allow net zero to be achieved more cheaply and sooner. The modification if passed would help meet net zero targets of both the Scottish Assembly and United Kingdom government by enabling additional renewable development. Potential benefit to the Orkney and Scottish economies, through enabling community owned wind farm developments.
Reduced environmental damage	<b>Positive</b> Possible that more efficient competition could allow net zero to be achieved more cheaply and sooner.
Improved quality of service	<b>Neutral</b> N/A

## Panel Determination vote

The Panel met on 29 October 2025 to carry out their determination vote.

They assessed whether a change should be made to the STC by assessing the proposed change against the Applicable Objectives.

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**Vote 1:** Does the Original facilitate the Applicable STC Objectives better than the Baseline?

Panel Member: **Claire Newton, NESO**

	Better facilitates AO (a)?	Better facilitates AO (b)?	Better facilitates AO (c)?	Better facilitates AO (d)?	Better facilitates AO (e)?	Better facilitates AO (f)?	Better facilitates AO (g)?	Better facilitates AO (h)?	Overall (Y/N)
Original	-	-	-	Y	-	-	-	-	Y
Voting Statement									
CM0103 supports CMP447, which enhances competition by ensuring that generation stakeholders all face appropriate attributable works within their potential cancellation charge liabilities (and hence are securitising an appropriate amount). This Mod provides clarity on what constitutes Attributable Works.									

Panel Member: **Harriet Eckweiler, Scottish Hydro Electric Transmission plc. (SHET)**

	Better facilitates AO (a)?	Better facilitates AO (b)?	Better facilitates AO (c)?	Better facilitates AO (d)?	Better facilitates AO (e)?	Better facilitates AO (f)?	Better facilitates AO (g)?	Better facilitates AO (h)?	Overall (Y/N)
Original	-	-	-	Y	-	-	-	-	Y
Voting Statement									
Not provided.									

Panel Member: **Gareth Williams, Scottish Power Transmission plc. (SPT)**

	Better facilitates AO (a)?	Better facilitates AO (b)?	Better facilitates AO (c)?	Better facilitates AO (d)?	Better facilitates AO (e)?	Better facilitates AO (f)?	Better facilitates AO (g)?	Better facilitates AO (h)?	Overall (Y/N)
Original	-	-	-	Y	-	-	-	-	Y
Voting Statement									
Not provided.									

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Panel Member: **Joel Matthews, Offshore Transmission Owner (OFTO)**

	Better facilitates AO (a)?	Better facilitates AO (b)?	Better facilitates AO (c)?	Better facilitates AO (d)?	Better facilitates AO (e)?	Better facilitates AO (f)?	Better facilitates AO (g)?	Better facilitates AO (h)?	Overall (Y/N)
Original	-	-	-	Y	-	-	-	-	Y
Voting Statement									
Not provided.									

Panel Member: **Matthew Paige-Stimson, National Grid Electricity Transmission (NGET)**

	Better facilitates AO (a)?	Better facilitates AO (b)?	Better facilitates AO (c)?	Better facilitates AO (d)?	Better facilitates AO (e)?	Better facilitates AO (f)?	Better facilitates AO (g)?	Better facilitates AO (h)?	Overall (Y/N)
Original	-	Y	-	-	-	Y	Y	-	-
Voting Statement									
We are largely neutral to the changes proposed, but acknowledge the potential value achieved by alignment - allowing generators who previously fixed their liabilities to adjust/reset them, had CMP428 previously been in place.									

**Vote 2:** Which option best meets the Applicable Objectives?

Panel Member	Best Option	Which objectives does this option better facilitate? (if baseline not applicable).
Claire Newton	Original	(d)
Harriet Eckweiler	Original	(d)
Gareth Williams	Original	(d)
Joel Matthews	Original	(d)
Matthew Paige-Stimson	Original	(b), (f), (g)

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## Panel Conclusion

The Panel has determined unanimously that the Proposer's solution is implemented.

## When will this change take place?

### Implementation date:

10 Business Days after the Authority Decision on CMP447.

### Date decision required by:

Aim to be in place in alignment with anticipated CMP447 decision.

### Implementation approach

As with CMP447, NESO will work with the Transmission Owners (TOs) to agree the contents of any communications and the most appropriate methods for communicating these changes to customers.

## Interactions

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

## Acronyms, key terms and reference material

Acronym / key term	Meaning
ASTI	Accelerated Strategic Transmission Investment
BSC	Balancing and Settlement Code
CM	Code Modification
CMP	CUSC Modification Proposal
CUSC	Connection and Use of System Code
CSNP	Centralised Strategic Network Plan
EBR	Electricity Balancing Regulation
STC	System Operator Transmission Owner Code
SQSS	Security and Quality of Supply Standards
TO	Transmission Owner



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T&Cs	Terms and Conditions
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## Reference material

- [CM094 – Amendment to Bi-annual estimate provisions](#)
- [CM094 Decision](#)
- [CMP428: User Commitment liabilities for Onshore Transmission \(reinforcement\) in the Holistic Network Design](#)
- [CMP447: Removal of designated strategic works from cancellation charges/securitisation](#)

## Annexes

Annex	
Annex 01	CM0103 Proposal Form
Annex 02	CM0103 Legal Text