

GT SECTOR	
<b>REFERENCE NUMBER:</b>	<b>CATEGORY:</b> Removal
<b>LICENCE CONDITION NUMBER:</b> <i>(if relevant):</i>	SpC 6B
<b>TITLE:</b>	Determination of PCFM Variable Values for Totex Incentive Mechanism Adjustments – NTS System Operator
<b>RELEVANT LICENCE CONSULTATION QUESTIONS</b> <i>(if any):</i>	
<b>RELEVANT ISSUES LOG:</b>	
<b>POLICY ISSUES</b>	
<b>DRAFTING ISSUES</b>	
	<p>Appendix 1 per 6B of the RII01 Licence condition details the Totex incentive strength and the capitalisation rates for SO. The removal of this condition in the RII02 drafting means these details are not reflected anywhere within the licence. These items are also not detailed in the PCFH. We request that these are included either within the drafting or PCFH. Subject to the above issue being appropriately addressed we agree with the proposed removal of this condition.</p> <p>Our further comments on the consequential impact of the removal of the condition are included out in our comments on the PCFM.</p>
<b>FINANCE ISSUES</b>	
<b>SUPPORTING INFORMATION</b>	
<b>OFGEM ENGAGEMENT:</b>	