



Department for
Business, Energy
& Industrial Strategy

The Rt Hon Greg Clark MP

Department for Business, Energy
& Industrial Strategy
1 Victoria Street
London
SW1H 0ET

John Pettigrew, Chief Executive
Cordi O'Hara, Director, UK Systems Operator
National Grid
1-3 Strand
London WC2N 5EH

T +44 (0) 20 7215 5000
E enquiries@bis.gov.uk
W www.gov.uk

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SUPPLEMENTARY CAPACITY AUCTION

Dear Mr. Pettigrew,

As you know, the Electricity Capacity (Amendment) Regulations 2016 are now in force. Amongst other changes, these amend the Electricity Capacity Regulations 2014 to implement the supplementary capacity auction (SCA) for delivery in 2017/18.

I can therefore now formally confirm, for the purposes of the 2014 Regulations as amended, the decision Amber Rudd announced on 6 May 2016 to hold the SCA in the auction window which starts on 1st September 2016.

I am grateful as well for your confirmation that the Electricity Capacity Report delivered on 31 May 2016 contains your formal recommendations for the SCA parameters and serves, for that purpose, as the annex to the ECR required by regulation 7(6) of the 2014 Regulations as amended, in light of which I can also formally confirm that the auction parameters for the SCA are as set out in Amber Rudd's letter of 6 July 2016.

THE RT HON GREG CLARK MP

Secretary of State for Business, Energy & Industrial Strategy