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Minister for Enterprise, Energy and Tourism

Statement on the determination of the Beauly to Denny

overhead power line applications

Wednesday 6th January 2010

Presiding Officer, I would like to make a statement to Parliament on my

decision in respect of the applications from: Scottish Power

Transmission Limited and Scottish Hydro-Electric Transmission Limited

for

consent under section 37 of the Electricity Act 1989; and

deemed planning permission under section 57(2) of the Town and

Country Planning (Scotland) Act 1997

• to install a 400kV double circuit overhead line connection

between Beauly Substation and Denny Substation.

This seeks to upgrade and replace the existing line.

In addition to this statement, I am writing to the 3 Parliamentary

Committees with an interest in the applications (the Economy Energy

and Tourism Committee, the Transport, Infrastructure and Climate

Change Committee and the Public Petitions Committee).

I have also placed copies of the decision letters and the Report of the

Public Local Inquiry in the Scottish Parliament Information Centre and

on the Scottish Government website. These are now available.

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I have sought to make a statement to Parliament because of the importance of this decision for

- our sustainable energy future,
- our energy sector,
- Scotland's position at the forefront of renewable energy development,
- our environment and cultural heritage
- and for the communities & groups along the length of the proposed line.

It is clear our electricity grid network needs further capacity to carry the levels of renewable energy that will be generated in Scotland in the coming years.

Equally, to protect Scotland's energy security and deliver that energy potential, we need a transmission network that is fit for purpose.

Given its scale, the Beauly to Denny upgrade is the most significant and important electricity infrastructure reinforcement project in a generation.

But in view of the spectrum of interests involved, important infrastructure decisions can be difficult.

Therefore, it is absolutely right to fully consider all of the issues – and all views.

Especially, in a proposal of this scale, detail and complexity.

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It is the right approach in an issue of such importance to our energy

future, our economy, our environment, our climate change efforts and

to the communities along the line.

I have therefore given the most careful consideration to the applications.

I have considered the detailed and extensive submissions made to the

Public Local Inquiry, and the representations made since the inquiry

closed.

And I have considered the findings of the Reporters and their

consideration of the issues raised.

In reaching my decision, I have balanced the macro-economic need and

benefits of the upgrade of the existing line and the visual and landscape

impact at locations along the whole route.

The Reporters found compelling need and technical justifications for the

overhead line solution.

The Reporters recognised the pressing need to reinforce the electricity

grid to accommodate renewable electricity in the north of Scotland.

Crucially, they also found the economic justification for the proposal was

strong.

I agree with the Reporters on all of these issues.

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On balance, I conclude there are strong arguments for a whole line solution, which outweigh withholding of consent for the line - or sections of the line.

I have therefore granted consent to upgrade the power line between Beauly and Denny, which is key to unlocking the vast renewable energy potential in the North of Scotland.

But in consenting these applications – in giving consent for the project -I have not given a blueprint for unrestrained development.

Consent is subject to a detailed and comprehensive range of **conditions**, including material mitigation of the impact of the line on the surrounding areas.

This is proof positive that the Reporters and I have listened to the representations that have been made and the interests of communities along the line.

The aim is to balance delivery of this important project with the protection of the vital interests of:

- communities,
- the environment,
- our cultural heritage and
- Scotland's tourism sector.

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The key to this, and to ensuring the development is delivered

appropriately throughout, is the ongoing engagement of local

communities, their representatives and other key interests.

The conditions I am attaching to the consent require this.

The details of the conditions are set out in the decision letters.

They are extensive, thorough and detailed. That is entirely proper in a

project of this scale and importance.

The existing 132Kv overhead line will be dismantled and I will require

the power companies to bring forward a range of improvements to the

wirescape and undergrounding of a number of existing lines around and

connecting to the line along its length.

As a result, 86.5km of existing wirescape can be removed or

improved at a potential capital cost of over £50m.

In addition, to the five mitigation schemes recommended by the

Reporter, at;

Muthil,

Balblair,

the Cairngorm National Park,

• Errochty and

Stirling

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I have also asked for further measures to mitigate as far as possible the visual impact of the line:

- in the Stirling area,
- at Glenside near Plean and
- at Auchilhanzie House near Crieff.

I want the applicants to be as flexible as possible in their approach to mitigating the impact of the line in these additional three areas. I also want them to consult closely with the key parties – and with the local authorities in particular.

In addition, I have imposed conditions to protect the interests of communities, the environment and further mitigate the landscape and visual impact.

These include:

- an environmental liaison group to advise on mitigation, construction, restoration and habitat measures as the development progresses;
- a tourism, cultural heritage and community liaison group to;
- advise on mitigation of the impact of the line on tourism and historic and cultural heritage; and
- make recommendations on the potential wider benefits the development will bring.

The developers will need to put in place a Construction Procedures Handbook – setting out how the development will be constructed and managed.

This will cover important issues relating to the protection of our natural environment such as waste minimisation and management, watercourse crossings, wildlife and Natura site protective measures.

This will ensure the construction phase is as responsible and sensitive as possible to the spectrum of local and community needs and interests.

The conditions are stretching – but in view of the significance of this development and the importance of the environmental and community issues that have been raised – they are wholly appropriate.

In addition, a range of other conditions will require the developers to:

- safeguard against pollution;
- provide landscaping plans;
- minimise construction noise and traffic; and
- provide support for local businesses & community engagement.

The balance I have sought, has been between developing and delivering Scotland's energy future and protecting environmental, cultural heritage, economic and community issues.

The route of the line has been arrived at after consideration of the existing long established pylon route from Beauly to Denny, and extensive consultation.

The route of the line has also been the subject of extensive discussion during the largest Public Local Inquiry in the history of this Parliament.

I want to take a moment to pay tribute to the Inquiry Reporters and the Technical Assessor for their diligent, detailed and professional approach.

I pay tribute to the organisations, groups and individuals who contributed to the Public Inquiry, and who have contributed since. The scale, detail and range of that input are testament to the passion and commitment of all of those involved. That input has been vital in helping shape the Report, the conditions and my decision on this important development.

As Parliament knows, the overhead line will be 220km (137 miles) long. The reinforcement of the line will see the existing number of pylons reduced by over a quarter - from 815 to around 600 - and will follow the existing line for most of the route.

However, it is also important to focus on the broader benefits that this upgrade will bring to Scotland.

Before Christmas, World leaders met in Copenhagen to discuss how to tackle the challenge of climate change – arguably the biggest challenge facing mankind.

And Scotland's world leading climate change legislation and the actions we are taking to meet our climate change targets has put us at the heart of that discussion.

And it is vital that Scotland plays its part to deliver the low carbon, secure, renewable energy future that we all aspire to.

To do that credibly – we, in Scotland, need to take the important decisions that will help to deliver this.

The Beauly to Denny line, which is key to unlocking the renewable energy potential in the North of Scotland, is one such decision.

But - let's be absolutely clear about the scale of the opportunity we have within our grasp.

With a quarter of Europe's wind and tidal power resource and 10% of Europe's wave power Scotland has a massive renewable energy potential. Building on the legacy of our oil and gas and other energy industries Scotland has the potential to be a European leader in clean green energy.

Yet, Scotland has a unique opportunity to do so much more.

Consequently, I believe that we have an obligation to future generations to do much more.

The fact is that connecting and transporting Scotland's renewable energy is crucial to both the UK and the rest of Europe.

The Beauly Denny overhead line will help meet that aim, providing a circuit onto which much of the generation in the north of Scotland and along the line from Beauly to Denny can be connected.

The upgraded line will see the capacity increase from being able to transport I.5 GW of energy to at least 2.5 GW of renewable generation, and support wider grid capacity reinforcement to transport up to 5.2 GW in the North of Scotland grid.

As at October 2009, based on figures provided by National Grid, there are over 50 projects totalling around 4.2 GW queued behind the grid system boundary above the Beauly – Denny line.

Hence, this decision today is another significant steps towards becoming Europe's clean green energy hub – providing what the Reporters noted to be the "strong link for the connection of renewable generation along the route of the proposed Beauly to Denny line".

Let me be absolutely clear. Today's decision provides

- o an **important and necessary** grid upgrade
- in addition to, rather than as opposed to, an upgrade of existing infrastructure,
 - including reinforcing the grid down the east coast of Scotland, and sub-sea cable development.

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So, to conclude Beauly-Denny will help unlock Scotland's onshore and

offshore energy potential.

It is the most significant and important electricity grid infrastructure

reinforcement project in a generation.

I have granted consent for the project with a range of conditions that

recognises the legitimate concerns of communities along the length of

the line.

I have granted consent that recognises the wider context, the wider

benefits and the wider challenges of a development of this scale and

opportunity.

I welcome this opportunity to share my decision with Parliament today.

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