

## **Industry update from Ofgem – up to date as of 1 November 2019**

### **State of the Energy Market 2019**

On 3 October 2019 we published our State of the Energy Market Report which includes an assessment of competition in retail and wholesale energy markets, affordability and vulnerability, the UK's progress in reducing greenhouse gases, the security of our energy supplies, and, for the first time, how energy networks are performing.

URL: <https://www.ofgem.gov.uk/publications-and-updates/state-energy-market-2019>

### **Statutory Consultation on the proposed modification of Special Condition 8I of National Grid Gas Plc's Gas Transporter Licence to amend all references to 'Gas Deficit Warning' (GDW) to 'Gas Balancing Notification' (GBN)**

On 6 October 2019 we published a consultation on the proposed modification of Special Condition 8I of National Grid Gas Plc's Gas Transporter Licence. We are proposing to amend all references in the licence to 'Gas Deficit Warning' (GDW) with 'Gas Balancing Notification' (GBN), to align the licence with the Uniform Network Code (UNC). Responses to this statutory consultation should be submitted by email on or before 13 November 2019.

URL: <https://www.ofgem.gov.uk/publications-and-updates/statutory-consultation-proposed-modification-special-condition-8i-national-grid-gas-plc-s-gas-transporter-licence-amend-all-references-gas-deficit-warning-gdw-gas-balancing-notification-gbn>

### **Decision on modification of National Grid Gas plc's gas transporter licence for treatment of new entry and exit points with zero baseline capacity**

On 9 August 2019, we published a statutory consultation on a proposal that all new entry and exit points with zero baseline capacity are added to the entry/exit baseline capacity tables contained in a report called the "Long Term Summary Report" and not to the Licence. We received one response. Following consideration of this response, on 14 October 2019, we decided to modify Special Conditions 1A, 5F and 5G of NGG's gas transporter licence. The licence changes will take effect from 10 December 2019. Statutory consultation on proposed modification of National Grid Gas plc's gas transporter licence for treatment of new entry and exit points with zero baseline capacity 9th August 2019.

URL: <https://www.ofgem.gov.uk/publications-and-updates/decision-modification-national-grid-gas-plc-s-gas-transporter-licence-treatment-new-entry-and-exit-points-zero-baseline-capacity>

### **Decision on proposed modifications to Interconnector (UK)'s Access Rules and Charging Methodology**

On 17 July 2019, IUK proposed modifications to its Access Rules and Charging Methodology to the Authority to approval. On 16 October 2019, after careful consideration, we have decided to approve the proposed modifications to IUK's Access Rules and Charging Methodology. We have made this decision

on the basis that we are satisfied that the proposed modifications meet the relevant Access Rules and Charging Methodology objectives.

URL: <https://www.ofgem.gov.uk/publications-and-updates/decision-proposed-modifications-interconnector-uk-s-access-rules-and-charging-methodology>

**Approval of National Grid Gas plc's proposal for exit capacity substitution in respect of Rawcliffe National Transmission System Exit Point**

On 1 November 2019 we approved National Grid Gas's request to substitute National Transmission System (NTS) exit capacity to its Rawcliffe exit point.

URL: <https://www.ofgem.gov.uk/publications-and-updates/approval-national-grid-gas-plc-s-proposal-exit-capacity-substitution-respect-rawcliffe-national-transmission-system-exit-point>