**CHANGE OVERVIEW BOARD**

**GAS CENTRAL SERVICES CHANGE HORIZON EVENT**

**ABOUT THE EVENT**

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| --- | --- |
| Registered | 14.04.2015 |
| Last Updated |  |

This Event brings together and supersedes the previously registered Event 09 ‘Gas Target Model Review’ and Event 13 ‘Bridge to 2025’.

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| **Title** | **Beyond EU Third Energy Package** |
| High Level Definition | Evolution of single European energy market, informed by:   * European Commission (EC) announcement on European Energy Union; * ACER Bridge to 2025 Statement; and * ACER Gas Target Model Review |
| Purpose | The above initiatives share a common aim of further integration of the European energy market. There are variable themes, including:   * EC announcement: * An integrated energy market * Energy efficiency * Innovation and competitiveness * Bridge to 2025: * Establishing liquid, competitive and integrated whole-sale energy market * Developing a functioning retail market that benefits consumers * Gas Target Model: * Wholesale market functioning |
| Assumptions | Key objectives and regulatory priorities are not materially impacted by future changes in European political leadership |
| Delivery Target | Out to 2025, but there is likely to be political and regulatory ambition for deliverables to be implemented to an earlier timescale |
| Dual Fuel | Yes |

**EVENT IMPACT – INITIAL ASSESSMENT**

*<Complete for all Events on Change Horizon in Zone 1>*

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| Process | Xoserve’s review of the Bridge to 2025 Conclusions has identified the following potential market evolutions that might impact central gas industry processes:   * The development of a ‘trading region’ comprising GB and countries in the nearer parts of mainland Europe; * Greater regulatory scrutiny of the role of Gas Distribution Networks * The introduction of 24 hour switching by 2025 (although this may be pre-empted by Ofgem’s own work on next day switching) * Making it easier for Suppliers operating in one Member State market to enter another * The introduction of a set of standard regulatory supervision rules for market facilitators   Xoserve will continue to monitor other initiatives with a view to identifying potentially tangible impacts on central gas industry processes |
| Dependencies | * ACER and ENTSOG Work Programmes * Development of further European Network Codes (ENCs) * Translation of ENCs into GB regulatory framework (Licences and Codes) |
| Related Events | * UK Membership of EU |
| Stakeholders | * Gas Transporters, Shippers, Suppliers, Xoserve |

**EVENT SOLUTION – INITIAL HIGH LEVEL DESIGN**

*<Complete for all Events on Change Horizon when progressing from Zone 1 to Zone 2>*

|  |  |
| --- | --- |
| People | *<Impact on resources – capacity, capability>* |
| Process | *<Impacted business processes>* |
| Technology | *<Impacted systems; scale of change>* |
| Timing | *<Time required to achieve solution implementation>* |
| Projects | *<Linked or related projects>* |

**EVENT DELIVERY MILESTONES**

*<Complete for all Events on Change Horizon when progressing from Zone 1 to Zone 2>*

|  |  |
| --- | --- |
| Key Milestones and approximate timing | *<Milestone 1>*  *<Milestone 2>*  *<Milestone 3>*  *<Milestone n>* |

**NEXT STEPS**

|  |  |
| --- | --- |
| External | EC to bring forward policy proposals  ACER to publish forward Work Programme  *[Items of interest in ACER WP2015 include the scoping of a potential Framework Guideline on Settlement Rules]* |
| COB | Next review Q4 2015 |