

Industry update from Ofgem – 2 December 2014

REMIT Registration User Guide. A comprehensive guidance document explaining how to use the REMIT registration online system may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/remit-registration-user-guide>

REMIT Registration FAQ. This document providing answers to some frequently asked questions for market participants registering under REMIT may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/remit-registration-faq>

2014 Pensions Reasonableness Review. The Ofgem review to assess the reasonableness of defined benefit pension schemes of gas and electricity transmission and distribution network operators, which were in existence at the time of privatisation, may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/2014-pensions-reasonableness-review>

Directions issued to National Grid Gas plc (with respect to its gas transmission network) under its gas transporter licence in respect of the Annual Iteration Process for the RIIO GT1 Price Control Financial Model by 30 November 2014. The revised, PCFM Variable Values to be used in the Annual Iteration Process and the value of the term MOD may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/directions-issued-national-grid-gas-plc-respect-its-gas-transmission-network-under-its-gas-transporter-licence-respect-annual-iteration-process-riio-gt1-price-control-financial-model-30-november-2014>

Cost of debt indexation model 31 October 2014. The workings for the corporate debt cost percentage used in Annual Iteration Process 2014 under the RIIO Price Control may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/cost-debt-indexation-model-31-october-2014>

GT1 Handbook - V1.3 Effective September 14 - Final without mark ups. The final copy of the GT1 Financial Handbook showing all changes to the document without track changes may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/gt1-handbook-v1.3-effective-september-14-final-without-mark-ups>

Gas Networks Innovation Competition submission from National Grid Gas Transmission – In Line Robotic Inspection of High Pressure Installations. The non-confidential documents submitted by National Grid Gas Transmission to the Gas Network Innovation Competition for the project In Line Robotic Inspection of High Pressure Installations may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/gas-networks-innovation-competition-submission-national-grid-gas-transmission-%E2%80%93-line-robotic-inspection-high-pressure-installations>

2014 Innovation Competitions Brochure. The brochure describing the projects we have funded through this year's innovation competitions may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/2014-innovation-competitions-brochure>

Decision on the second year of the Gas Network Innovation Competition. Our decision on which projects we will fund under the 2014 Gas Network Innovation Competition may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/decision-second-year-gas-network-innovation-competition>

Environmental Evidence Bases. We commissioned Ricardo-AEA to undertake a systematic review to characterise the impacts of the GB regulated energy system (primarily transmission and distribution) on the natural environment. The suite of evidence bases based on the findings meeting may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/environmental-evidence-bases>

Minutes of the Gas and Electricity Markets Authority 16 October 2014. The minutes of the Gas and Electricity Markets Authority meeting may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/minutes-gas-and-electricity-markets-authority-16-october-2014>

Consultation on the designation of the “forecasting party” as required for compliance with the Gas Balancing of Transmission Networks Network Code. BAL requires the forecasting party to fulfil various tasks which are summarised in the letter but are principally around providing market participants with the necessary information to balance their portfolios. The deadline for responses is 11 December 2014. The consultation letter may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/consultation-designation-%E2%80%9Cforecasting-party%E2%80%9D-required-compliance-gas-balancing-transmission-networks-network-code>

REMIT seminar – 1 December 2014. The presentation slides from the seminar for market participants and stakeholders on REMIT may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/remit-seminar-%E2%80%931-december-2014>

Capacity Methodology Statements 2014 (EU changes): Independent Examiner Statement derogation. Changes to the five methodology statements are being made to implement elements of the Commission Regulation (EU) No 984/2013 (Capacity Allocation Mechanisms) and continued compliance with Annex I to Regulation (EC) No 715/2009. The letter explaining why we have given consent to National Grid Gas to provide these capacity methodology statements without accompanying statements from an Independent Examiner may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/capacity-methodology-statements-2014-eu-changes-independent-examiner-statement-derogation>

[updates/capacity-methodology-statements-2014-eu-changes-independent-examiner-statement-derogation](#)

Notice under Section 23 of the Gas Act: adding new exit points to National Grid Gas Transmission's transporter licence. We have published a section 23 notice of modification to Part G of Special Condition 5G of National Grid Gas Transmission's (NGGT's) gas transporter licence to add three new exit points to its gas transporter licence. The new exit points Apache (Sage Black Start) and Trafford Power Station should not be classified as relevant points. Seal Sands TGPP should be classified as a relevant point. We are also proposing correcting "Theddlethorpe" to "Theddlethorpe" and changing "Kintore" to "Glasgoforest" and that the latter not be classified as a relevant point. The notice may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/notice-under-section-23-gas-act-adding-new-exit-points-national-grid-gas-transmission%E2%80%99s-transporter-licence>

Proposal to modify Standard Licence Condition 30 (Regulatory Accounts) of the Gas Transporter Licence. The consultation letter on proposals to simplify reporting requirements and improve transparency of independent gas transporters (with minor consequential changes to other conditions which apply to all gas transporters) can be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/proposal-modify-standard-licence-condition-30-regulatory-accounts-gas-transporter-licence>

Proposed changes to the Network Innovation Competition and Network Innovation Allowance Governance Documents. The consultation letter on minor changes to the governance arrangements for parts of the RIIO Innovation Stimulus can be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/proposed-changes-network-innovation-competition-and-network-innovation-allowance-governance-documents>

Proposal to terminate the use of Permits Arrangements from National Grid Gas Transmission's Licence and adjust the revenue earned from Permit Arrangements for the period 1 April 2013 – 31 March 2015. The consultation letter on proposed policy changes relating to National Grid Gas Transmission's use of Permits Arrangements to vary lead times for the provision of incremental gas transmission capacity can be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/proposal-terminate-use-permits-arrangements-national-grid-gas-transmission%E2%80%99s-licence-and-adjust-revenue-earned-permit-arrangements-period-1-april-2013-%E2%80%93-31-march-2015>

Approval of Bilateral Agreements (The Transportation Agreement; Clause 31) under Gas Interconnector Licences (Premier Transmission Limited and BGE (UK)). The changes to the arrangements and procedures for resolving a dispute between the parties by appointing an independent expert that have been approved by the Authority can be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/approval-bilateral-agreements>

[transportation-agreement-clause-31-under-gas-interconnector-licences-premier-transmission-limited-and-bge-uk](#)

Agenda of the Gas and Electricity Markets Authority November 2014. The agenda for the meeting on Thursday 13 November 2014 can be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/agenda-gas-and-electricity-markets-authority-november-2014>