

## Industry update from Ofgem – 29 September 2015

***Decision to approve the arrangements for the implementation of the European Network Codes (ENCs) at Moffat.*** Our approvals of the various agreements submitted by GNI(UK) and Premier Transmission Limited (PTL) regarding implementation of the ENCs at Moffat, the request by National Grid Gas to continue to use existing reference conditions at the Moffat and a Direction under Standard Licence Condition 11A(2) of the gas interconnector licence that PTL must prepare and submit access rules for approval by the Authority by 8 January 2016, may be found at the following location on the Ofgem website:

[https://www.ofgem.gov.uk/publications-and-updates/decision-approve-arrangements-implementation-european-network-codes-moffat?utm\\_medium=email&utm\\_source=dotMailer&utm\\_campaign=Daily-Alert\\_28-09-2015&utm\\_content=Decision%20to%20approve%20the%20arrangements%20for%20the%20implementation%20of%20the%20European%20Network%20Codes%20at%20Moffat%20&dm\\_i=1QCB,3P6II,KPGX72,DB3RX,1](https://www.ofgem.gov.uk/publications-and-updates/decision-approve-arrangements-implementation-european-network-codes-moffat?utm_medium=email&utm_source=dotMailer&utm_campaign=Daily-Alert_28-09-2015&utm_content=Decision%20to%20approve%20the%20arrangements%20for%20the%20implementation%20of%20the%20European%20Network%20Codes%20at%20Moffat%20&dm_i=1QCB,3P6II,KPGX72,DB3RX,1)

***Uniform Network Code 517, 517A and 517B: Review of the Supply Matching Merit Order in Setting Capacity Charges; A - with Timing of Resultant Price Changes; B - with Rolling Average to Reduce Volatility.*** UNC517 sought to amend the current Merit Order which is specified in UNC TPD Section Y. Our decision to reject this modification may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/uniform-network-code-unc-517-517a-and-517b-review-supply-matching-merit-order-setting-capacity-charges-timing-resultant-price-changes-b-rolling-average-reduce-volatility>

***UNC498: Amendment to Gas Quality NTS Entry Specification at BP Teesside System Entry Point and UNC502: Amendment to Gas Quality NTS Entry Specification at the px Teesside System Entry Point.*** UNC498 and UNC502 sought facilitate a change to the current contractual Carbon Dioxide limit at the Teesside System Entry Points, through modification of the Network Entry Provisions contained within the Network Entry Agreement that applied at the respective entry points. Our decision to approve these modifications may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/uniform-network-code-unc498-amendment-gas-quality-nts-entry-specification-bp-teesside-system-entry-point-and-unc502-amendment-gas-quality-nts-entry-specification-px-teesside-system-entry-point>

***Code modification/modification proposals with Ofgem for decision - indicative timetable.*** The table giving the indicative decision dates, and names of Ofgem experts, for code modification/amendment proposals that are with Ofgem for decision may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/code-modificationmodification-proposals-ofgem-decision-indicative-timetable>

***Guidance on the regulatory regime for gas storage facilities in Great Britain (version 2)***. The update to our guidance from December 2011 may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/guidance-regulatory-regime-gas-storage-facilities-great-britain-version-2>

***Decision on the Stakeholder Engagement Incentive 2014-15 : Transmission.***

The Transmission Operator entry forms and submissions and our letter setting out our decision on the Transmission Operators Stakeholder Engagement Incentive for the 2014-15 year, including that for National Grid Gas Transmission, may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/decision-stakeholder-engagement-incentive-2014-15-transmission>

***Uniform Network Code 510V: Reform of Gas Allocation Regime at GB***

***Interconnection Points.*** UNC510 sought to modify the Uniform Network Code to facilitate compliance with European legislative changes (the Network Code on Interoperability and Data Exchange) to implement new rules regarding gas allocations at GB interconnection points. Our decision to approve this modification may be found at the following location on the Ofgem website:

<https://www.ofgem.gov.uk/publications-and-updates/uniform-network-code-510v-reform-gas-allocation-regime-gb-interconnection-points>

***Approval of Interconnector (UK)'s modified access rules.*** Our decision to approve IUK's access rules, including the introduction of a 'reshuffling service', may be found at the following location on the Ofgem website:

<https://www.ofgem.gov.uk/publications-and-updates/approval-interconnector-uks-modified-access-rules>

***Direction to National Grid Gas plc to implement the Demand Side Response Methodology (DSR).***

Our direction to NGG to proceed with the implementation of the proposed DSR mechanism may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/direction-national-grid-gas-plc-implement-demand-side-response-methodology>

***Our decision to approve licensees' Network Innovation Allowance Project***

***Benefits Guide.*** The Benefits Guide and our decision to approve it may be found at the following location on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/our-decision-approve-licensees-network-innovation-allowance-project-benefits-guide>

***Agenda of the Gas and Electricity Markets Authority - September 2015 and the Minutes of a Meeting of the Gas and Electricity Markets Authority - 9 July 2015.***

The provisional agenda for the meeting at 08:15 on 17 September 2015, including the item 'TPCR4 review and RIIO-T1/GD1 uncertainty mechanism applications' and minutes of the meeting which took place on 9 July 2015 that covered 8. Milford Haven pipeline project ex-post efficiency review, may be found at the following locations on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/agenda-gas-and-electricity-markets-authority-september-2015> and

<https://www.ofgem.gov.uk/publications-and-updates/minutes-meeting-gas-and-electricity-markets-authority-9-july-2015>

***Inline Robotic Inspection: Six Monthly Report - June 2015.*** The report delivered by National Grid Gas Transmission on their Gas Network Innovation Competition project may be found at the following location on the Ofgem website:

<https://www.ofgem.gov.uk/publications-and-updates/inline-robotic-inspection-six-monthly-report-june-2015>

***Decision modification of the Price Control Financial Model (PCFM) under Section 23(1)( a )of the Gas Act 1986.*** The modification is to ensure that a) the appropriate value for the term SOMOD is calculated in Special Condition 3A; and b) to correct a labelling error to the NGGT SO Input worksheet. The decision and subsidiary documents may be found at the following location on the Ofgem website:

<https://www.ofgem.gov.uk/publications-and-updates/decision-modification-price-control-financial-model-under-section-231-gas-act-1986>