

Andrew Ryan
Ofgem
10 South Colonnade
London
E14 4PU

By email only

May 11th 2022

Dear Andrew,

Recovery of Last Resort Supply Payment claims from customers connected to GDN and IGT networks

Energy Assets Pipelines is an Independent Gas Transporter (IGT) who owns and operates networks across Great Britain. We are writing in response to the open letter you issued on 20th April 2022 with regard to recovery of Last Resort Supply Payment claims from customers connected to GDN and IGT networks.

We have reviewed the three options proposed and consider that option 1 would be most appropriate. Option 1 minimises the administrative burden for both IGTs and Gas Suppliers in terms of the number of additional parties we will each need to contract with and maintains the current route for cost recovery by Suppliers. Option 1 also reduces costs for consumers connected to GDN networks ahead of the winter period which would be particularly beneficial in the current climate, whereas option 3 does not. Finally, option 1 also minimises any cost / revenue transfer between years and therefore minimises tax implications for all parties.

If you wish to discuss the content of our response, please contact me at peterolsen@energyassets.co.uk or on 07591 200805.

Yours sincerely,



Peter Olsen
General Counsel, Energy Assets