

National Grid Gas Plc, all those with an interest in capacity on the gas transmission system

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Date: 30 August 2022

Dear Colleagues,

We¹ have decided to modify Special Condition 9.13 (Capacity Requests, Baseline Capacity and Capacity Substitution) of National Grid Gas Plc's National Transmission System (NTS) Gas Transporter Licence (the "licence").² This modification was proposed in our statutory consultation published on 13 July 2022, to which we invited responses by 10 August 2022.³ The modification decision is published on our website alongside this letter. The changes, outlined below, will take effect from 26 October 2022.

## The Modification

The modification will add four new NTS exit point to the Licence. We are adding add "Grain North Power Station," "Hirwaun Power Station," "Progress Power Station" and "Millbrook Power Station" as new exit points to Appendix 2 (Licence Baseline Exit Capacity) of Special Condition 9.13 (Capacity Requests, Baseline Capacity and Capacity Substitution).<sup>4</sup> A modified Appendix 2 is contained in Schedule 1 of the modification decision document.

 $<sup>^1</sup>$  The terms "we", "us" and "our" and "the Authority" are used to refer to the Gas and Electricity Markets Authority.

<sup>&</sup>lt;sup>2</sup> National Grid Gas PLC (NTS), Gas Transporter Licence, Special Conditions: https://epr.ofgem.gov.uk//Content/Documents/National%20Grid%20Gas%20Plc%20-%20Special%20Conditions%20Consolidated%20-%20Current%20Version.pdf

<sup>3</sup> https://www.ofgem.gov.uk/publications-and-updates/statutory-consultation-proposed-addition-new-exit-point3national-grid-gas-plc-nts-gas-transporter-licence

Grain North Power Station is currently on the Zero Licence Baseline Exit Capacity Table, but as substitution of baseline capacity from existing donor sites has been requested at this exit point, NGG proposed the modification to add Grain North Power Station to Appendix 2 (Licence Baseline Exit Capacity) of Special Condition 9.13. In accordance with the licence, Grain North Power Station shall be removed from the Zero Licence Baseline Exit Capacity Table when this amendment to the licence is made.<sup>5</sup>

**Responses to our Statutory Consultation** 

We received one response to our statutory consultation from National Grid Gas Plc ("the Licensee"), which has been published on our website. The Licensee supported the proposed modification as outlined in the consultation, but clarified that these are not to be treated as Zero Licence Baseline exit points under Part E. In the consultation cover letter and notice, reference was mistakenly made to "Appendix 2 (Licence Baseline Exit Capacity) in Part E (Zero Licence Baseline entry and exit capacity points) of Special Condition 9.13." The correct reference is "Appendix 2 (Licence Baseline Exit Capacity) of Special Condition 9.13."

Additionally, they highlighted a typographical error in Appendix 2 contained in Schedule 1 of the modification decision document, where "Hirwuan" was misspelled as "Hiwaun." The Licensee noted that they do not consider these points material in terms of the intent of the consultation to add the new points to Appendix 2.

Following the statutory consultation, we have changed the Licence text proposed in the statutory consultation to remove references to Part E (Zero Licence Baseline entry and exit capacity points) and correct the spelling of Hirwaun in the Appendix 2 table contained in Schedule 1 of the modification decision document.

If you have any questions regarding this letter or the modification decision, please contact Connie McKever at the email address above or on 020 3263 9992.

Yours sincerely,

**Charlotte Friel** 

Deputy Director - Market Operations and Signals

Duly authorised on behalf of the Gas and Electricity Markets Authority

<sup>5</sup> In accordance with Special Condition 9.13.12(b).