



Making a positive difference
for energy consumers

To:

National Gas Transmission plc
Cadent Gas Limited
Northern Gas Networks Limited
Scotland Gas Networks plc
Southern Gas Networks plc
Wales & West Utilities Limited
Other interested stakeholders

Notice of consultation on a proposal to modify the Biomethane Connections UIOLI governance document under Special Condition 3.21 of the Gas Transporter licence held by licensees listed above

The Gas and Electricity Markets Authority ('the Authority') proposes to modify the Biomethane Connections UIOLI governance document issued under Special Condition 3.21 of the Gas Transporter licence held by each of the above licensees ('the licensees') granted or treated as granted under section 7 of the Gas Act 1986.

We are proposing to amend the Biomethane Connections UIOLI Governance Document to allow licensees that operate multiple networks to reallocate UIOLI allowances between those networks, rather than being constrained to network by network allocations. This change is intended to improve the efficiency and utilisation of funding – enabling allowances to follow demand, facilitate additional biomethane connections, and deliver better value for consumers without increasing overall funding for the licensees.

The reasons for these proposed modifications can be found in a separate consultation document, and the text of the proposed modifications in a draft version of the Biomethane Connections UIOLI Governance Document, both published on our website.

Any representations with respect to the proposed modifications must be made on or before 20 July 2026 to RIIO3@ofgem.gov.uk.

We normally publish all responses on our website. However, if you do not wish your response to be made public then please clearly mark it as not for publication. We prefer to receive responses in an electronic form so they can be placed easily on our website.

If we decide to make the proposed modifications, they will take effect on 3 August.

Yours sincerely,

Tom Lewis

Senior Policy Lead, Network Price Controls

For and behalf of the Authority

The Office of Gas and Electricity Markets

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