

## **Change to the Gas Day**

Second Ofgem Open Meeting on aligning  
the Gas Day in GB with Europe

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ofgem

# Welcome and Introduction

- Thank you for attending today – your views are important to us.
- Trade press present - to encourage free and frank discussion, this meeting will be held under the Chatham House Rule.
- General notices.

# DECC Recap on Gas Day Change

# Update: Legislation

- Prior to starting any process to amend legislation, we and DECC have been considering whether any additional legislative changes (beyond a definition change in The Gas (Calculation of Thermal Energy) Regulations 1996) are likely to be necessary.

# Update: Legislation ...

- Two exemption orders – relate to exemptions from the requirement to hold a licence:
  - Gas (Exemptions) Order 2005 (SI No. 16/2005) – Article 4(4):  
*““day” means the period beginning at 6 a.m. on one day and ending immediately before 6 a.m. on the next following day”*
  - Gas (Exemptions) Order 2011 (SI No. 232/2011) – Article 12(4):  
*“... the reference to a day is a reference to the period of twenty-four hours beginning at 6 o’clock in the morning on that day”*

# Update: Legislation ...

- DECC considering whether as a result of any change to the definition of 'gas day' in The Gas (Calculation of Thermal Energy) Regulations 1996, a change to the definition of 'day' is likely to be necessary to these exemption orders

# Update: Licences

- We have been looking at licenses to identify areas that may potentially require change to reflect new ‘gas day’.
- So far have looked at:
  - Transportation licence (relating to National Transmission System (NTS) and Distribution Networks (DNs);
  - Shipper licence; and,
  - Interconnector licence.

# Update: Transportation Licences

- Have considered Standard Conditions, Standard Special Conditions and Special Conditions
- Have identified some areas that may require change. These are to be discussed with relevant licensees prior to any informal or formal consultations
- Standard Conditions
  - Contain two references to 6am that may require change



# Update: Transportation Licences ...

- Standard Special Conditions
  - Part A (NTS and DNs): one reference to 06:00 and one reference to 6am that may require change
  - Part B (NTS): no changes currently identified
  - Part D (DNs): considering whether or not a change to reference to 5pm may be necessary
- Special Conditions
  - There are 11 references to 06:00 that may require change
  - We are considering whether or not changes to the three references to 14:00 and three references to 16:00 may be necessary

# Update: Transportation Licences ...

- An example of where we are considering whether or not a change is needed to a non-6am reference is within the SO incentive revenues within the Special Conditions
- In one case the condition specifies that National Grid publishes a line-pack forecast by 1400
- We will have to consider whether it is necessary or appropriate to change the time or not

# Update: Shipper Licences

- Standard Licence Conditions: definition of “day” likely to require change as currently refers to a day beginning at 6 a.m.

# Update: Interconnector Licences

- We have not currently identified any references to gas day or 6 a.m. that may require change.

# UNC Update

Hayley Burden, National Grid

# iGT UNC Update

Steve Ladle, Gemserv

# Wider industry impacts update

- Industry meeting on 11 September provided more detail on participants' views of arrangements that may require change to reflect a revised gas day. Slides from presentations can be found on our website.
- Concerns raised by industry to date:
  - Resourcing/costs/timescales
  - Benefits to GB consumers
  - How to ensure all necessary parties (EU and non-EU) make the necessary changes
- We are considering these concerns and any further raised today and will set out our updated thinking on next steps as soon as practicable.

# Open Floor

- Any comments or further discussion?



# Next Steps?

- Would attendees like another follow-up meeting?

# Close

- Thank you for your time and participation.

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