Gas Act 1986 Section 23(1)(a)

MODIFICATION OF THE GAS TRANSPORTER LICENCE HELD BY NATIONAL GRID GAS PLC

Whereas -

- National Grid Gas Plc (the Licence Holder) is the holder of a gas transporter licence (the Licence) granted or treated as granted under section 7 of the Gas Act 1986 (the Act).
- 2. In accordance with section 23(2) of the Act the Gas and Electricity Markets Authority (the Authority) gave notice on 26 June 2015 (the Notice) that it proposed to modify Part F of Special Condition 5G (Determination of Incremental Obligated Exit Capacity volumes and the appropriate revenue drivers to apply) of the Licence and by requiring any representations to the modification to be made on or before 24 July 2015.
- 3. In accordance with section 23(4)(b) of the Act, the Authority gave notice that it proposed to make the modification to the Secretary of State on 26 June 2015 and has not received a direction not to make the modification.
- 4. Prior to the close of the consultation period in respect of the Notice, the Authority received one response from the Licence Holder, which fully supported our proposed modification. This response was non-confidential and has been placed on the Ofgem website.
- 5. The Authority has carefully considered the response received in relation to the proposed modification.
- 6. The Authority considers that this modification should be made so the Licence Holder can make capacity available at the requested exit points.
- The effect of the modification to Table 8 in Part F of Special Condition 5G, as shown in Schedule 1, will be to add new exit points, Air Products (Teesside) and Fordoun CNG Station.
- 8. Where an application for permission to appeal the Authority's decision is made to the Competition and Markets Authority under section 23B of the Act, Rule 5.7 of the CMA's Energy Licence Modification Appeals Rules¹ requires that the appellant must send to any relevant licence holders who are not parties to the appeal a non-confidential notice setting out the matters required in Rule 5.2. The attached Schedule 2 provides a list of the relevant licence holders in relation to this modification notice. The meaning of 'relevant licence holder' is set out in section 23(10) of the Act.

Now therefore

In accordance with the powers contained in section 23(1)(a) of the Act, the Authority hereby modifies the gas transporter licence of National Grid Gas Plc in the manner specified in attached Schedule 1. This decision will take effect on and from 26 September 2015 This document constitutes notice of the reasons for the decision to modify the gas

¹ The rules were published by the Competition Commission in September 2012. On 1 April 2014, the Competition Commission was abolished and its functions transferred to the Competition and Markets Authority (CMA).

transporter licence held by National Grid Gas Plc as required by section 38A of the Act.

The Official Seal of the Gas and Electricity Markets Authority here affixed is authenticated by the signature of



Paul Branston, Associate Partner, Gas Networks Duly authorised on behalf of the Gas and Electricity Markets Authority

31 July 2015

Special Condition 5G. Determination of Incremental Obligated Exit Capacity volumes and the appropriate revenue drivers to apply

Part F: Non-incremental Obligated Exit Capacity

- 5G.30 Non-incremental Obligated Exit Capacity will be the sum of Licence Baseline Exit Capacity as set out in Table 8 below adjusted for Exit Capacity Substitution and Legacy TO Exit Capacity from the date that the revenue entitlement in accordance with Special Condition 3A (Restriction of NTS System Operation Revenue) has ceased.
- 5G.31 Licence Baseline Exit Capacity is set out in Table 8.

| Offtake Point | Type of Offtake | Enduring flat baseline (GWh/d) |
|------------------------|-----------------|--------------------------------------|
| Bacton | GDN (EA) | 3.66 |
| Brisley | GDN (EA) | 3.11 |
| Cambridge | GDN (EA) | 0 |
| Great Wilbraham | GDN (EA) | 35.59 |
| Matching Green | GDN (EA) | 92.31 |
| Peterborough Eye (Tee) | GDN (EA) | 25.45 |
| Roudham Heath | GDN (EA) | 25.46 |
| Royston | GDN (EA) | 2.70 |
| Whitwell | GDN (EA) | 161.87 |
| West Winch | GDN (EA) | 12.26 |
| Yelverton | GDN (EA) | 64.61 |
| Alrewas (EM) | GDN (EM) | 139.87 |
| Blaby | GDN (EM) | 13.40 |
| Blyborough | GDN (EM) | 79.33 |
| Caldecott | GDN (EM) | 11.08 |
| Thornton Curtis (DN) | GDN (EM) | 118.15 |
| Drointon | GDN (EM) | 74.27 |
| Gosberton | GDN (EM) | 15.23 |
| Kirkstead | GDN (EM) | 1.21 |
| Market Harborough | GDN (EM) | 9.48 |
| Silk Willoughby | GDN (EM) | 3.53 |
| Sutton Bridge | GDN (EM) | 1.71 |
| Tur Langton | GDN (EM) | 65.67 |
| Walesby | GDN (EM) | 0.97 |
| Asselby | GDN (NE) | 3.92 |
| Baldersby | GDN (NE) | 1.34 |
| Burley Bank | GDN (NE) | 20.31 |
| Ganstead | GDN (NE) | 23.15 |
| Pannal | GDN (NE) | 148.41 |
| | | |

Table 8: Licence Baseline Exit Capacity

| Paull | GDN (NE) | 38.14 |
|---------------------|----------|--------|
| Pickering | GDN (NE) | 9.38 |
| Rawcliffe | GDN (NE) | 3.55 |
| Towton | GDN (NE) | 80.73 |
| Bishop Auckland | GDN (NO) | 62.13 |
| Coldstream | GDN (NO) | 1.96 |
| Corbridge | GDN (NO) | 0.07 |
| Cowpen Bewley | GDN (NO) | 52.12 |
| Elton | GDN (NO) | 38.27 |
| Guyzance | GDN (NO) | 2.19 |
| Humbleton | GDN (NO) | 0.16 |
| Keld | GDN (NO) | 1.89 |
| Little Burdon | GDN (NO) | 17.75 |
| Melkinthorpe | GDN (NO) | 1.77 |
| Saltwick Pressure | GDN (NO) | 9.22 |
| Controlled | | 7.22 |
| Saltwick Volumetric | GDN (NO) | 69.07 |
| Controlled | | 03.01 |
| Thrintoft | GDN (NO) | 5.16 |
| Towlaw | GDN (NO) | 0.55 |
| Wetheral | GDN (NO) | 29.11 |
| Horndon | GDN (NT) | 46.41 |
| Luxborough Lane | GDN (NT) | 165.3 |
| Peters Green | GDN (NT) | 151.86 |
| Peters Green South | GDN (NT) | 197.12 |
| Mimms | , | |
| Winkfield (NT) | GDN (NT) | 15.91 |
| Audley (NW) | GDN (NW) | 12.14 |
| Blackrod | GDN (NW) | 166.49 |
| Ecclestone | GDN (NW) | 21.14 |
| Holmes Chapel | GDN (NW) | 22.19 |
| Lupton | GDN (NW) | 16.23 |
| Malpas | GDN (NW) | 0.99 |
| Mickle Trafford | GDN (NW) | 29.08 |
| Partington | GDN (NW) | 87.63 |
| Samlesbury | GDN (NW) | 110.99 |
| Warburton | GDN (NW) | 110.62 |
| Weston Point | GDN (NW) | 30.64 |
| Aberdeen | GDN (SC) | 23.09 |
| Armadale | GDN (SC) | 3.01 |
| Balgray | GDN (SC) | 11.4 |
| Bathgate | GDN (SC) | 24.22 |
| Broxburn | GDN (SC) | 60.80 |
| Burnhervie | GDN (SC) | 22.38 |
| Careston | GDN (SC) | 3.05 |
| Drum | GDN (SC) | 77.04 |
| St Fergus | GDN (SC) | 0.88 |
| Glenmavis | GDN (SC) | |
| Glenmavis | GDN (SC) | 145.79 |

| Hume | GDN (SC) | 1.22 |
|---------------------|----------|--------|
| Kinknockie | GDN (SC) | 2.35 |
| Langholm | GDN (SC) | 0.15 |
| Lauderhill | GDN (SC) | 1.79 |
| Lockerbie | GDN (SC) | 5.7 |
| Netherhowcleugh | GDN (SC) | 0.2 |
| Pitcairngreen | GDN (SC) | 1.59 |
| Soutra | GDN (SC) | 4.19 |
| Stranraer | GDN (SC) | 0.68 |
| Farningham | GDN (SE) | 135.12 |
| Farningham B | GDN (SE) | 0 |
| Shorne | GDN (SE) | 67.06 |
| Tatsfield | GDN (SE) | 276.46 |
| Winkfield (SE) | GDN (SE) | 106.26 |
| Braishfield A | GDN (SO) | 107.28 |
| Braishfield B | GDN (SO) | 46.65 |
| Crawley Down | GDN (SO) | 0 |
| Hardwick | GDN (SO) | 118.68 |
| | GDN (SO) | 12.39 |
| Ipsden Ipsden 2 | · · · / | 14.25 |
| 1 | GDN (SO) | |
| Mappowder | GDN (SO) | 47.68 |
| Winkfield (SO) | GDN (SO) | 71.86 |
| Aylesbeare | GDN (SW) | 22.68 |
| Cirencester | GDN (SW) | 8.97 |
| Coffinswell | GDN (SW) | 5.15 |
| Easton Grey | GDN (SW) | 29.60 |
| Evesham | GDN (SW) | 6.57 |
| Fiddington | GDN (SW) | 25.95 |
| Ilchester | GDN (SW) | 34.96 |
| Kenn | GDN (SW) | 15.43 |
| Littleton Drew | GDN (SW) | 2.47 |
| Lyneham (Choakford) | GDN (SW) | 50.30 |
| Pucklechurch | GDN (SW) | 25.79 |
| Ross (SW) | GDN (SW) | 4.53 |
| Seabank (DN) | GDN (SW) | 60.74 |
| Alrewas (WM) | GDN (WM) | 128.48 |
| Aspley | GDN (WM) | 84.65 |
| Audley (WM) | GDN (WM) | 21.83 |
| Austrey | GDN (WM) | 87.81 |
| Leamington | GDN (WM) | 4.26 |
| Lower Quinton | GDN (WM) | 29.91 |
| Milwich | GDN (WM) | 21.63 |
| Ross (WM) | GDN (WM) | 16.52 |
| Rugby | GDN (WM) | 80.08 |
| Shustoke | GDN (WM) | 44.76 |
| Stratford-upon-Avon | GDN (WM) | 4.68 |
| Maelor | GDN (WN) | 57.56 |
| Dowlais | GDN (WS) | 112.18 |

| Dyffryn Clydach | GDN (WS) | 42.78 |
|-------------------------|----------|----------|
| Gilwern | GDN (WS) | 52.74 |
| Abson (Seabank Power | DC | 36.59 |
| Station phase I) | | |
| Air Products (Teesside) | DC | <u>0</u> |
| Apache (Sage Black | DC | 0 |
| Start) | | |
| Bacton (Great | DC | 20.04 |
| Yarmouth) | | |
| Barking (Horndon) | DC | 58.59 |
| Barrow (Black Start) | DC | 0 |
| Billingham ICI (Terra | DC | 43.54 |
| Billingham) | | |
| Bishop Auckland (test | DC | 0 |
| facility) | | |
| Blackness (BP | DC | 27.29 |
| Grangemouth) | | |
| Blyborough (Brigg) | DC | 16.89 |
| Blyborough (Cottam) | DC | 17.54 |
| Diyborougn (Cottain) | | 17.54 |
| Brine Field (Teesside) | DC | 0 |
| Power Station | _ | - |
| Burton Point (Connahs | DC | 73.21 |
| Quay) | | |
| Caldecott (Corby Power | DC | 21.12 |
| Station) | | |
| Carrington (Partington) | DC | 0 |
| Power Station | | |
| Cockenzie Power | DC | 0 |
| Station | | |
| Coryton 2 (Thames | DC | 0 |
| Haven) Power Station | | |
| Centrax Industrial | DC | 0 |
| Deeside | DC | 28.48 |
| Didcot | DC | 137.76 |
| Drakelow Power Station | DC | 0 |
| Eastoft (Keadby | DC | 2.38 |
| Blackstart) | | |
| Eastoft (Keadby) | DC | 36.06 |
| Enron Billingham | DC | 121.51 |
| Epping Green (Enfield | DC | 18.41 |
| Energy, aka | | 10.11 |
| Brimsdown) | | |
| Ferny Knoll (AM Paper) | DC | 1.08 |
| Fordoun CNG Station | DC DC | 0 |
| Glasgoforest | DC | 0 |
| Glasgololost | | 0 |

| Goole (Guardian Glass) | DC | 1.62 |
|--------------------------|----------------|-------|
| Gowkhall (Longannet) | DC | 43.32 |
| Grain Power Station | DC | 0 |
| Harwarden (Shotton, | DC | 11.59 |
| aka Shotton Paper) | 2.0 | 1107 |
| Hatfield Power Station | DC | 0 |
| Hameld I ower Station | DC | 0 |
| | DC | 2.05 |
| Hollingsgreen (Hays | DC | 3.25 |
| Chemicals) | 5.0 | |
| Langage Power Station | DC | 0 |
| | | |
| Marchwood Power | DC | 0 |
| Station | | |
| Medway (aka Isle of | DC | 38.12 |
| Grain Power Station, | | |
| NOT Grain Power) | | |
| Middle Stoke (Damhead | DC | 40.94 |
| Creek, aka Kingsnorth | - ~ | |
| Power Station) | | |
| Moffat (Irish | INTERCONNECTOR | 433.4 |
| | INTERCONNECTOR | 455.4 |
| Interconnector) | | |
| Pembroke Power | DC | 0 |
| Station | DC | 0 |
| | D.C. | 22.20 |
| Peterborough | DC | 23.28 |
| (Peterborough Power | | |
| Station) | | |
| Phillips Petroleum, | DC | 3.69 |
| Teesside | | |
| Pickmere (Winnington | DC | 15.38 |
| Power, aka Brunner | | |
| Mond) | | |
| Roosecote Power | DC | 14.73 |
| Station (Barrow) | _ | |
| Rosehill (Saltend Power | DC | 57.83 |
| Station) | DC | 57.05 |
| , | DC | 29.66 |
| Ryehouse | DC | 38.66 |
| Saddle Bow (Kings | DC | 17.98 |
| Lynn) | | |
| Saltend BPHP (BP | DC | 9.1 |
| Saltend HP) | DC | |
| Sandy Lane (Blackburn | DC | 4.55 |
| CHP, aka Sappi Paper | | |
| Mill) | | |
| Seabank (Seabank | DC | 19.1 |
| Power Station phase II) | | |
| Seal Sands TGPP | DC | 0 |
| | | |
| Sellafield Power Station | DC | 12.35 |
| | | 12.33 |
| 1 | | |

| Shellstar (aka Kemira, | DC | 16.24 |
|--------------------------|--------------|-------|
| not Kemira CHP) | | |
| Shotwick (Bridgewater | DC | 5.52 |
| Paper) | | |
| Spalding 2 (South | DC | 0 |
| Holland) Power Station | | |
| St. Fergus (Shell | DC | 0 |
| Blackstart) | | |
| St. Fergus (Peterhead) | DC | 108.3 |
| St. Neots (Little | DC | 35.2 |
| Barford) | | |
| Stallingborough | DC | 66.5 |
| Stanford Le Hope | DC | 36.61 |
| (Coryton) | | |
| Staythorpe | DC | 76.24 |
| Sutton Bridge Power | DC | 37.47 |
| Station | | |
| Teesside (BASF, aka | DC | 9.75 |
| BASF Teesside) | | |
| Teesside Hydrogen | DC | 6.61 |
| Terra Nitrogen (aka ICI, | DC | 13.1 |
| Terra Severnside) | | |
| Thornton Curtis | DC | 46.89 |
| (Humber Refinery, aka | | |
| Immingham) | | |
| Thornton Curtis | DC | 81.22 |
| (Killingholme) | | |
| Tilbury Power Station | DC | 0 |
| Tonna (Baglan Bay) | DC | 26.75 |
| Trafford Power Station | DC | 0 |
| Upper Neeston (Milford | DC | 0 |
| Haven Refinery) | | |
| West Burton Power | DC | 0 |
| Station | | |
| Weston Point (Castner | DC | 11.7 |
| Kelner, aka ICI | | |
| Runcorn) | | |
| Weston Point | DC | 38.19 |
| (Rocksavage) | | |
| Willington Power | DC | 0 |
| Station | | |
| Wragg Marsh | DC | 42.02 |
| (Spalding) | | |
| Wyre Power Station | DC | 0 |
| Zeneca (ICI Avecia, aka | DC | 0.11 |
| 'Zenica') | | |
| Bacton (Baird) | STORAGE SITE | 0 |
| Barrow (Bains) | STORAGE SITE | 0 |
| Barrow (Gateway) | STORAGE SITE | 0 |
| | | ~ |

| Caythorpe | STORAGE SITE | 0 |
|-----------------------|----------------|--------|
| Deborah Storage | STORAGE SITE | 0 |
| (Bacton) | | |
| Hatfield Moor Max | STORAGE SITE | 30.21 |
| Refill | | |
| Hill Top Farm (Hole | STORAGE SITE | 0 |
| House Farm) | | |
| Holford | STORAGE SITE | 0 |
| Hole House Max Refill | STORAGE SITE | 119.58 |
| Partington Max Refill | STORAGE SITE | 2.41 |
| Saltfleetby Storage | STORAGE SITE | 0 |
| (Theddlethorpe) | | |
| Stublach (Cheshire) | STORAGE SITE | 0 |
| Glenmavis Max Refill | STORAGE SITE | 1.62 |
| Barton Stacey Max | STORAGE SITE | 100.94 |
| Refill (Humbly Grove) | | |
| Avonmouth Max Refill | STORAGE SITE | 2.3 |
| Dynevor Max Refill | STORAGE SITE | 2.61 |
| Garton Max Refill | STORAGE SITE | 211.01 |
| (Aldbrough) | | |
| Hornsea Max Refill | STORAGE SITE | 22.43 |
| Rough Max Refill | STORAGE SITE | 160 |
| Bacton (IUK) | INTERCONNECTOR | 623.58 |
| Bacton (BBL) | INTERCONNECTOR | 0 |

5G.32 Exit Capacity that has been provided by Exit Capacity Substitution and the applicable date from the which the Exit Capacity Substitution applies for the purpose of calculating Non-incremental Obligated Exit Capacity is set out in Table 9.

Schedule 2 – Relevant Licence Holders²

National Grid Gas Plc

² Gas licence holders are listed at: <u>https://www.ofgem.gov.uk/publications-and-updates/all-gas-licensees-registered-addresses</u>