

To: National Grid Gas plc

**Gas Act 1986
Section 23(2)**

Notice of statutory consultation on a proposal to modify the special conditions of the gas transporter licence held by National Grid Gas plc

1. The Gas and Electricity Markets Authority ('the Authority')¹ proposes to modify the special conditions of the gas transporter licence held by National Grid Gas plc granted or treated as granted under section 7 of the Gas Act 1986 by amending Special Condition 5F.
2. We are proposing this modification to enable a decision we published on 4 August 2017 to reduce the amount of entry capacity National Grid Gas plc are obliged to provide at the Fleetwood National Transmission System (NTS) point from 650 GWh/day to 350 GWh/day.² This proposed modification will change National Grid Gas plc's gas transporter licence to reflect the new Fleetwood entry capacity obligation.
3. The effect of this proposed modification is to amend Special Condition 5F.29 Table 6 to reduce the amount of Legacy TO Entry Capacity to be released at the Fleetwood NTS entry point from 650 GWh/day to 350 GWh/day from December 2017.
4. A copy of the proposed modification and other documents referred to in this Notice have been published on our website (www.ofgem.gov.uk). Alternatively they are available from foi@ofgem.gov.uk.
5. Any representations with respect to the proposed licence modification/modifications must be made on or before 26 September 2017 to: James Thomson, Office of Gas and Electricity Markets, Commonwealth House, 32 Albion Street, Glasgow, G1 1LH or by email to james.thomson@ofgem.gov.uk.
6. 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 However, if you do not wish your response to be made public then please clearly mark it as not for publication.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.
7. If we decide to make the proposed modification it will take effect not less than 56 days after the decision is published.

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Chris Brown
Duly authorised on behalf of the
Gas and Electricity Markets Authority

29 August 2017

¹ The terms "the Authority", "we" and "us" are used interchangeably in this document.

² A copy of this decision can be found on the Ofgem website: <https://www.ofgem.gov.uk/publications-and-updates/decision-fleetwood-entry-point-gas-transmission>

ANNEX A: PROPOSED DRAFTING OF AMENDED LICENCE TEXT

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

5F.29 Legacy TO Entry Capacity and the dates from which it must be offered for sale as Non-incremental Obligated Entry Capacity is set out in Table 6.

Table 6: Legacy TO Entry Capacity

NTS Entry Points	Applicable date	Legacy TO Entry Capacity (GWh/d)
Milford Haven	April 2017	650
Milford Haven	April 2017	300
Isle of Grain	April 2017	235.4
Easington	April 2017	345
Hornsea	April 2017	58.1
Fleetwood	April 2017 <u>to November 2017</u>	650
	<u>December 2017</u>	<u>350</u>
Cheshire	April 2017	64.2
Cheshire	April 2017	192.6
Isle of Grain	October 2015	246.24
Caythorpe	October 2016	90
Hole House Farm	October 2016	165