

BEIS-Ofgem EU gas stakeholder meeting



25/07/18

Agenda for BEIS-Ofgem EU gas stakeholder meeting

Conference Room 1.16, 10 South Colonnade, Canary Wharf, London, E14 4PU

Wednesday 25 July 2018, 14:30 – 17:00pm

Coffee

Tour de Table

- Introduction/housekeeping (Ofgem)
- Ed Freeman (Ofgem) – Ofgem update
- Sue Harrison (BEIS) – Update, to include:
 - Brexit
 - Commission plans for future EU gas legislation
- Mike Thorne (NGGT) – Brexit & ENTSOG and GIE’s work on potential EU gas market design legislation
- Phil Hobbins (NGGT) – Current EU data exchange issues and EU gas quality harmonisation
- AOB

End

Commission priorities – informal Member State meeting June 2018

Three priority areas:

- Mirroring exercise with the Clean Energy Package (CEP)
- Improving the market
- Sector coupling and decarbonisation (study launching in September)

Ongoing amendments to the scope of the Gas Directive.

Recent work on amendments to the Network Codes has been dropped.

EU storage studies

6 July, FSR - GIE Policy workshop *“The Value of Energy Storage in supporting EU's Security of Supply and Decarbonisation Goals”*

Conclusions: “positioning the storage business with respect to climate change, we can see that positive externalities generated by SSOs need to be assessed and internalised within the new regulatory framework to ensure SSOs continue delivering these services in the future.”

GIE and FTI launched a study to look at ways to internalise the value of storage.

CEER not intending to launch new work in this area.

CEER regulatory gas strategy work

To support the Commission's work on sector coupling, CEER is undertaking a Regulatory Gas Strategy work stream.

Builds on Future Role of Gas (FROG) study.

Consultation document expected Q4 2018.

Aims to identify what energy regulation can do in order to foster the development of a sustainable gas sector.

The goals are:

- (1) to identify the regulatory challenges for an efficient transition of the gas sector towards a low-carbon energy demand scenario; and
- (2) to identify possible enabling factors that the NRAs could apply to make this transition possible and smooth.

UNC 621

- Received Final Modification Report

TAR derogation

- IUK decision published July 2018

Implementing the new gas security of supply Regulation

- Solidarity mechanism
- Long-term contracts information request

Brexit

Our core purpose is to ensure that all consumers can get good value and service from the energy market. In support of this we favour market solutions where practical, incentive regulation for monopolies and an approach that seeks to enable innovation and beneficial change whilst protecting consumers.

We will ensure that Ofgem will operate as an efficient organisation, driven by skilled and empowered staff, that will act quickly, predictably and effectively in the consumer interest, based on independent and transparent insight into consumers' experiences and the operation of energy systems and markets.