

**To: Cadent Gas Limited  
Northern Gas Networks Limited  
Scotland Gas Networks Limited  
Southern Gas Networks Limited  
Wales and West Utilities Limited**

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

**Notice of statutory consultation on a proposal to modify Special Condition 1A of the gas transporter licences held by the licensees listed above**

1. The Gas and Electricity Markets Authority ('the Authority')<sup>1</sup> proposes to modify Special Condition 1A (Restriction of revenue in respect of the Distribution Network Transportation Activity: definitions) ('SpC 1A') of the gas transporter licences held by the licensees listed above granted or treated as granted under section 7 of the Gas Act 1986 by amending the definition of 'Workbook' in SpC 1A.4.
2. We are proposing these modifications in order to change the definition of 'Workbook' in SpC 1A.4 to refer to Workbooks which better align with our RIIO-GD1 Final Proposals, as published by the Authority on 20 December 2018.<sup>2</sup>
3. The effect of the proposed modifications will be to replace in the definition of 'Workbook' the words "as published by the Authority on 1 February 2013" with "as published by the Authority on 20 December 2018", and to replace the text in the 'Workbook title' column of the table with:

"Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Cadent EOE – Final"

"Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Cadent Lon – Final"

"Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Cadent NW – Final"

"Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Cadent WM – Final"

"Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – NGN – Final"

"Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Scottish Gas Networks – Final"

"Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Southern Gas Networks – Final"

"Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – WWU – Final"

Annex 1 to this Notice shows these proposed changes.

4. A copy of the proposed modifications and other documents referred to in this Notice have been published on our website ([www.ofgem.gov.uk](http://www.ofgem.gov.uk)). Alternatively they are available from [foi@ofgem.gov.uk](mailto:foi@ofgem.gov.uk).

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

<sup>2</sup> <https://www.ofgem.gov.uk/publications-and-updates/decision-alignment-gas-distribution-networks-gdns-workbooks-final-proposal-decisions>

5. Any representations with respect to the proposed licence modifications must be made on or before 22 January 2019 to: Leyun Kong, Office of Gas and Electricity Markets, 32 Albion Street, Glasgow, G1 1LH or by email to [Leyun.Kong@ofgem.gov.uk](mailto:Leyun.Kong@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 modifications they will take effect not less than 56 days after the decision is published.

***Min Zhu***

**Min Zhu  
Deputy Director, Systems & Networks  
Duly authorised on behalf of the  
Gas and Electricity Markets Authority**

**20 December 2018**

**Annex 1: Proposed modifications to change the definition of 'Workbook' in SpC 1A.4** (Deletions are shown in strike through and new text is double underlined)

**Special Condition 1A. Restriction of revenue in respect of the Distribution Network**

**Transportation Activity: definitions**

Workbook

means in respect of the relevant Distribution Network the excel spreadsheet as set out in the table below for each relevant Distribution Network, as published by the Authority on ~~20 December 2018~~ 4 February 2013.

<b>Distribution Network</b>	<b>Workbook title</b>
East of England	<u>Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Cadent EOE – Final</u> <del>Schedule 2 Appx to SC4H</del> <del>_Spec_of_NOMs_NGGD_EOE</del>
London	<u>Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Cadent Lon – Final</u> <del>Schedule 2 Appx to SC4H</del> <del>_Spec_of_NOMs_NGGD_LON</del>
North West	<u>Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Cadent NW – Final</u> <del>Schedule 2 Appx to SC4H</del> <del>_Spec_of_NOMs_NGGD_NW</del>
West Midlands	<u>Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Cadent WM – Final</u> <del>Schedule 2 Appx to SC4H</del> <del>_Spec_of_NOMs_NGGD_WM</del>
Northern	<u>Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – NGN – Final</u> <del>Schedule 2 Appx to SC4H</del> <del>_Spec_of_NOMs_NGN</del>
Scotland	<u>Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Scottish Gas Networks – Final</u> <del>Schedule 2 Appx to SC4H</del> <del>_Spec_of_NOMs_SGN_SC</del>
Southern	<u>Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – Southern Gas Networks – Final</u> <del>Schedule 2 Appx to SC4H</del> <del>_Spec_of_NOMs_SGN_SO</del>
Wales & West	<u>Schedule 2: Appendix to Special Condition 4H Specification of Network Outputs – WWU – Final</u> <del>Schedule 2 Appx to SC4H</del> <del>_Spec_of_NOMs_WWU</del>