

Industry update from Ofgem – up to date as of 31 July 2018

Statutory consultation to modify the RIIO-GT1 price control financial model to account for PARCA and Fleetwood

On 10 July 2018 we published a statutory consultation to modify RIIO-GT1. We are doing this to introduce the PARCA process, which will require functional modifications of the PCFM, although we expect these modifications will have only a negligible effect on the NGGT allowed revenue. We will also include the reduction of £277.5 million from NGGT revenue allowances from investment at the Fleetwood entry point. Closing date is the 7 August 2018.

<https://www.ofgem.gov.uk/publications-and-updates/statutory-consultation-modify-riio-gt1-price-control-financial-model-account-parca-and-fleetwood>

Decision to derogate IUK from certain articles of the EU Network Code on Tariffs

On 17 July 2018 we published our decision to derogate IUK from certain aspects of TAR which we consider could jeopardise IUK's efficient operation. This derogation has been granted pursuant to Article 37 of TAR and we have assessed the request in close cooperation with the Belgian regulator, CREG.

<https://www.ofgem.gov.uk/publications-and-updates/decision-derogate-iuk-certain-articles-eu-network-code-tariffs>

Notice to modify the GD1 Price Control Financial Model with respect to SGN's Voluntary Return

On 27 July 2018 we published a notice to modify the GD1 Price Control Financial Model. The proposed modifications concern SGN voluntarily returning £50m in Repex allowances. Responses to this consultation our invited no later than 24 August 2018.

<https://www.ofgem.gov.uk/publications-and-updates/notice-modify-gd1-price-control-financial-model-respect-sgns-voluntary-return>

Decision on 2018 Low Carbon Networks Fund and Network Innovation Competition Successful Delivery Reward applications

On 31 July 2018 we published a document setting out our assessment of each LCNF and NIC Project's Successful Delivery Reward application and the consequential award.

<https://www.ofgem.gov.uk/publications-and-updates/decision-2018-low-carbon-networks-fund-and-network-innovation-competition-successful-delivery-reward-applications>

UNC636 / A / B / C / D : Updating the parameters for the National Transmission System

On 31 July 2018 we rejected this modification (and alternatives) that propose to update the parameters of the Optional Commodity Charge.

<https://www.ofgem.gov.uk/publications-and-updates/unc636-b-c-d-updating-parameters-national-transmission-system>