



Promoting choice and value
for all gas and electricity customers

Ofgem Update

Gas Operational Forum

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Offtake reform

- Ofgem will be consulting on licence changes which are necessary to implement offtake reform.
- This is likely to be in two stages:
 - Informal consultation for about two weeks (imminent)
 - Formal one at the end of February (to allow changes to be made by 1st April).
 - Purpose is to tie up loose ends, e.g. removing references to flexibility product which are no longer relevant.

Operating Margins - Contestability

- Ofgem is consulting on amending the licence to allow us to disapply the regulated prices for the provision of operating margins gas.
- Consultation closes on 18 February - Details on Ofgem's website
- We would welcome responses as soon as possible

Proposed SO incentives for 2009/10

- National Grid published the Initial Proposals for Gas SO Incentives on 12 November 2008.
 - Ofgem is planning to issue its final proposals to be published for consultation by the end of February.
- If you would like to discuss any issue relating to System Operator incentives please contact Ofgem or National Grid using the addresses below.

SOincentive@ofgem.gov.uk

SOincentives@uk.ngrid.com

The background of the slide is a composite image. On the left, there are rows of solar panels under a bright sun. On the right, a hand is shown holding a white document. At the bottom, a water tap is visible, with water spraying out. The overall theme is energy and utility services.

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