

Electricity Market Reform



Future Energy Scenarios
Mark Ripley

National Grid's role



- Provide analysis and modelling information
- Develop scenarios



- Assess eligibility for contracts
- Allocate CfD contracts or advise counterparty



- Run capacity auctions
- Administer capacity contracts

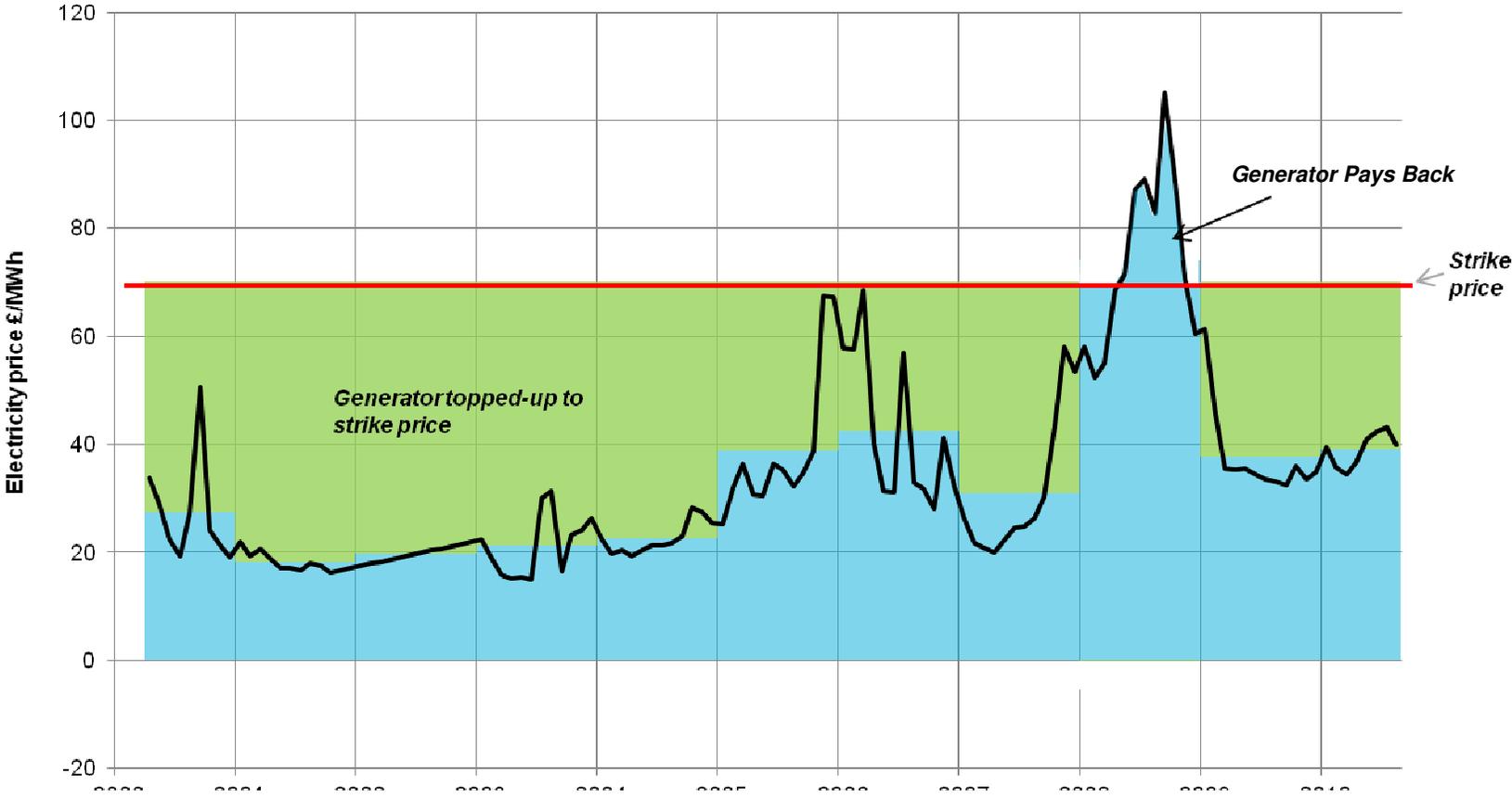
Report progress against expected outcomes

What National Grid will not do...

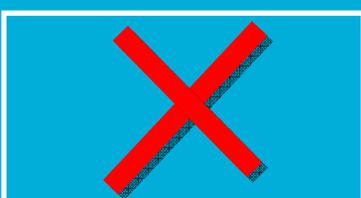
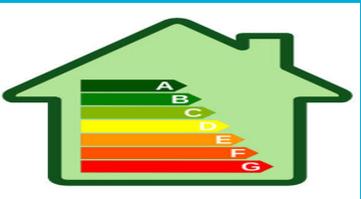
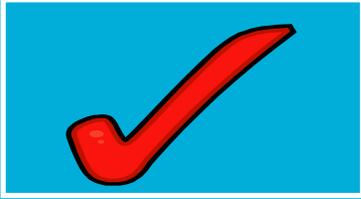
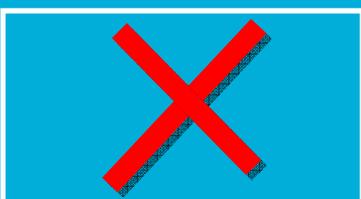
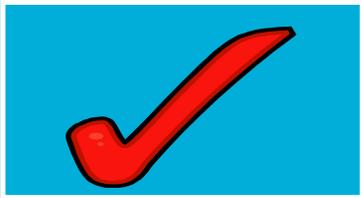
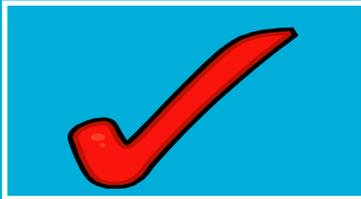
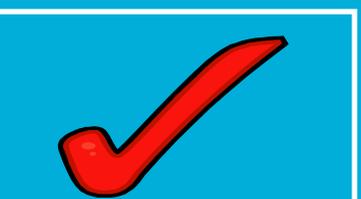


- Set energy policy
- Be the contractual counterparty to the CfD arrangements
- Use information gained as a result of the EMR role for any purpose other than EMR
- Set security of supply standard

FIT CfD



Capacity Market

			
			
			
			
<p>20%</p>		<p>2014? 2015?</p>	

National Grid's Analysis

Assess strike prices



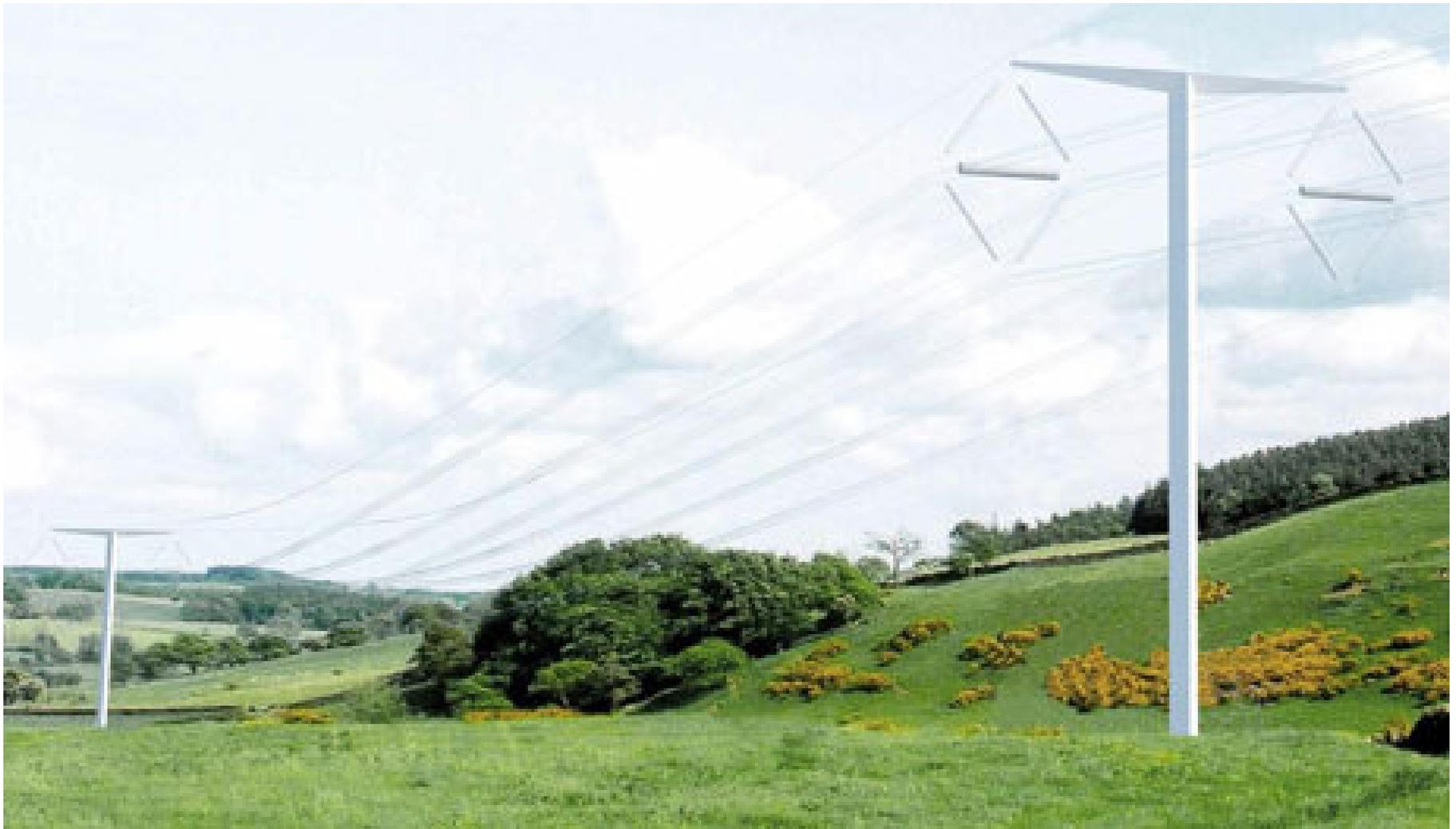
Low carbon build out



Keeping the lights on.....



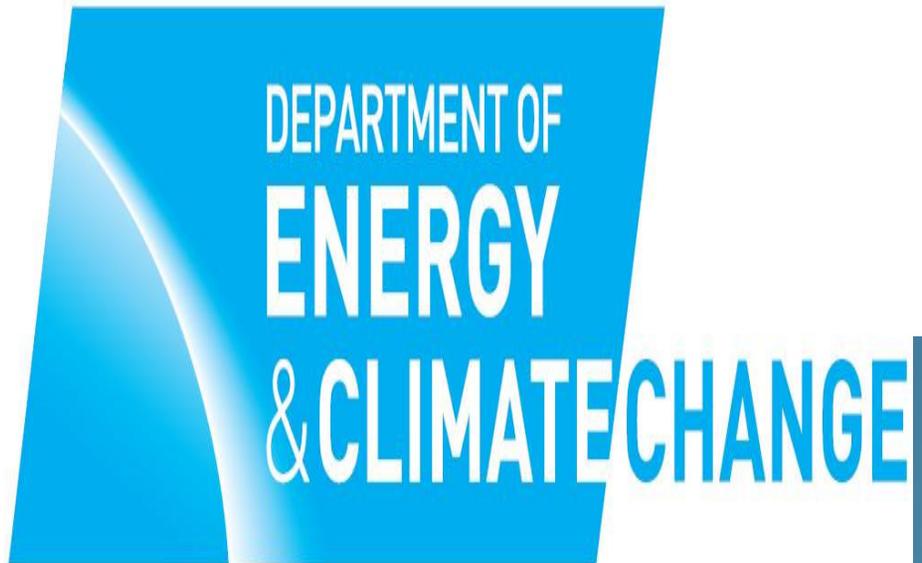
Network cost impact



Network operability



Ministers to make policy decisions



Timing

