

LCN Fund Full Submission
Supplementary Answer Form

Tick if this answer is Confidential:

Tick if this answer has been provided verbally:

Project code:	NPGT202/1	Question Number	NPG030
Question date	27/09/12	Answer date	02/10/12
Submission section question relates to	Section 2		
Topic	Project Description		
Question	How would you expect the outputs from the project to be taken forward by the wider community of stakeholders to develop and implement a flexibility market?		
Notes on question			
Answer	<p>The GBM project will produce a detailed set of roadmaps for implementation of the new arrangements. These roadmaps will draw on the analysis of barriers and will step through actions required in the following four main areas:</p> <ul style="list-style-type: none">• commercial, regulatory or policy interventions required to overcome economic barriers;• changes to business practice or regulatory changes required to overcome institutional barriers;• investments or regulatory changes required to overcome technical barriers; and• regulatory changes, or changes to internal business practices required to overcome legal or regulatory barriers. <p>The roadmaps will provide a clear set of steps for the implementation of the arrangements.</p> <p>DECC, Ofgem and industry will be able to decide how to take the new arrangements forward, based on this information. We do not envisage that Northern Powergrid would necessarily lead on the implementation of this market.</p>		

	We are not prejudging how this market could be implemented (e.g. whether it would be centrally regulated or delivered commercially). Regardless of the solution proposed, Northern Powergrid, will protect the IP so that any future commercialisation secures the value for DNO customers.
Attachments	
Verbal Clarifications (Consultants)	