

# Notice and Consultation on Licence Modification for Provision of Information

Consultation Paper 21 October 2024





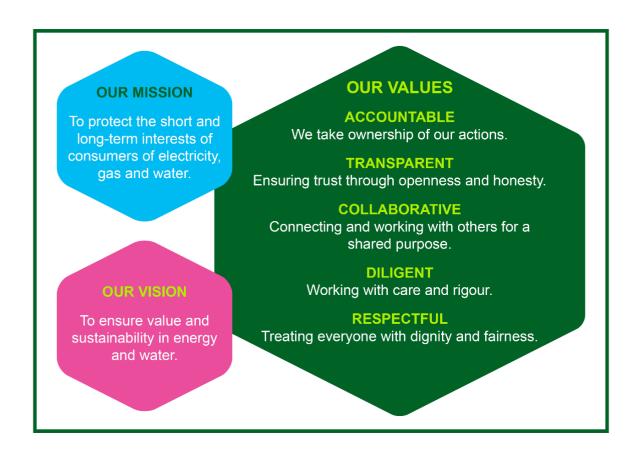
# **About the Utility Regulator**

The Utility Regulator is the independent non-ministerial government department responsible for regulating Northern Ireland's electricity, gas, water and sewerage industries, to promote the short and long-term interests of consumers.

We are not a policy-making department of government, but we make sure that the energy and water utility industries in Northern Ireland are regulated and developed within ministerial policy as set out in our statutory duties.

We are governed by a Board of Directors and are accountable to the Northern Ireland Assembly through financial and annual reporting obligations.

We are based at Queens House in the centre of Belfast. The Chief Executive and two Executive Directors lead teams in each of the main functional areas in the organisation: CEO Office; Price Controls; Networks and Energy Futures; and Markets and Consumer Protection. The staff team includes economists, engineers, accountants, utility specialists, legal advisors and administration professionals.





### **Abstract**

In protecting the short- and long-term interests of electricity and gas consumers in Northern Ireland the UR seeks to allow for improved transparency by removing the restriction around publishing data that are contained in the provision of information conditions across all referenced supply licences.

# **Audience**

This licence modification consultation paper will be of interest to all electricity and gas licensees. Government departments, organisations representing consumer interests and other stakeholders will also be interested given the potential for improved transparency.

# **Consumer impact**

The licence modifications proposed will allow the UR greater freedom to responsibly publish data and information that it deems to be in the public interest to do so.



# **Contents page**

1.	Purpose, Reason for and Effect of Proposed Licence Modifications	5
	Reasons for the proposed modifications	
	Effect of the proposed modifications	
2.	Proposed Licence Modifications	8
	Electricity Supply Licence Modifications	
	Gas Supply Licence Modifications	9
3.	Next Steps	10
	Consultation responses	10
4.	Appendices	11



# 1. Purpose, Reason for and Effect of Proposed Licence Modifications

- 1.1 The Utility Regulator (UR) is committed to protecting the short- and long-term interests of electricity, gas and water consumers in Northern Ireland. This consultation is particularly focused on the electricity and gas industries and their consumers.
- 1.2 In carrying out the Utility Regulator's (UR's) statutory duties the UR has the ability to request information from licensees under the 'Provision of Information to the Authority' licence condition. While this licence condition is present in each licence we have identified an inconsistency, with some licences containing a restriction on publication of information obtained under this licence condition.
- 1.3 The UR therefore proposes to modify those electricity and gas supply licences which contain the publication restriction of information obtained under the 'Provision of Information to the Authority' licence condition.
- 1.4 The affected licences and summary of proposed licence modifications are in Section 2 below. The detailed licence conditions and proposed licence modifications (shown in red text) are within the appendices.

## Reasons for the proposed modifications

- 1.5 The current 'Provision of Information to the Authority' licence condition effectively provides that the UR may not request information from the licence holder for the purposes of the exercise of its functions under Article 7 of the Energy (Northern Ireland) Order 2003.
- 1.6 Article 7 of the Energy Order provides that where it appears to the UR that the publication of any advice and information would promote the interests of consumers it may publish that advice and information in such manner as it thinks fit.
- 1.7 The UR considers that the current licence condition places unnecessary constraints on the UR's ability to obtain information which could potentially promote the interest of consumers if the UR were to publish that information or advice based on the information. There is no good reason or need for having such a constraint on the UR's regulatory role and its ability to publish advice and information which is based on, or is, information that it has obtained from licence holders under or pursuant to the 'Provision of Information' condition.
- 1.8 The reason for removing this constraint therefore is that it better facilitates



the UR in carrying out its function to publish advice and information which it considers would promote the interests of consumers in circumstances where it has obtained the relevant information pursuant to requests made under the 'Provision of Information' condition.

- 1.9 Removal of the constraint is also consistent with the aims in the UR's Corporate Strategy 2024-2029 (see <a href="here">here</a>) for the UR to be a pro-active Regulator. Being able to responsibly publish additional and relevant advice and information that promotes the interests of consumers improves transparency and also reflects the expectations of stakeholders.
- 1.10 It is relevant to note here that removal of the constraint does not mean that the UR will be able to publish, under Article 7 of the Energy Order, all and any information it obtains pursuant to the 'Provision of Information' condition. In this regard it is appropriate to note that:
  - (a) Article 7(2) of the Energy Order sets out certain constraints on the UR in terms of excluding publication of any matter which relates to a particular individual, a company or organisation where publication of that matter would in the UR's opinion seriously and prejudicially affect the interests of that person, company or organisation, and
  - (b) Article 7(3) requires the UR to consult with the relevant individual, company or organisation before publishing any advice or information which relates to a particular individual, company or organisation.

There are therefore certain statutory limitations and procedures to follow with regard to the publication of advice and information under Article 7 of the Energy Order.

1.11 There is also some unnecessary inconsistency in the provisions and drafting of the 'Provision of Information' condition between electricity and gas supply licences (and also other categories of licence). Accordingly, a further reason for the proposed modifications is to ensure, to the extent relevant and possible, consistency and clarity in the drafting of the condition across all energy supply licences.

#### Effect of the proposed modifications

- 1.12 The effect of the proposed modifications is that:
  - (a) licensees would be obliged to provide information requested by the UR for the purpose of enabling the UR to exercise the functions conferred upon it under Article 7 of the Energy Order, and
  - (b) there will be consistency in terms of licensees' obligations and the UR's



- approach for all energy supply licensees.
- 1.13 The UR proposes to consult for a minimum period of 28 days from the publication date of this document. Any responses, representations or objections to this consultation will be considered prior to any decision. For details on how to respond to this consultation please see section 3 Next Steps.



# 2. Proposed Licence Modifications

2.1 The proposed changes to the electricity and gas supply licences are summarised below. The separate appendices include the legal notice to modify a licence and detail the licence condition(s) for each type of licence with the proposed modifications shown in red text.

#### **Electricity Supply Licence Modifications**

#### **Proposed changes**

We propose to amend Condition 10 'Provision of Information to the Authority' of the electricity supply licences. The affected licences and summary of changes are outlined below:

Affected Licences	Condition 10	
EP Ballylumford Limited		
Bord Gais Energy Limited		
Budget Energy Limited		
Project Plug Limited t/a Click Energy	Remove paragraph 2 referencing	
ESB Independent Energy (NI) Ltd t/a Electric Ireland	Article 7 of Energy Order	
Electricity Supply Board (ESB)	. Undata naragrapha 1 and 2	
ElectroRoute Energy Supply NI Limited	<ul> <li>Update paragraphs 1 and 3 accordingly. This includes the removal of the provision only</li> </ul>	
Energia Customer Solutions NI Limited	applying in relation to an enforcement matter from	
Firmus Energy (Supply) Limited	paragraph 3.	
Flogas Enterprise Solutions Limited	1 3 1	
Gaelectric Green Energy Limited	Remove paragraph 5 and add	
LCC Power Limited t/a Go Power	definition of "Information" at the	
LCC Group Limited	end of the Condition	
Orsted Onshore Green Energy NI Limited	Demons definition of	
Power NI Energy Limited	Remove definition of     "enforcement matter" as	
Share Energy Trading Limited	reference removed from	
SSE Airtricity Energy Supply (NI) Limited	paragraph 3	
Statkraft Markets GmbH		
3T Power Limited		



# **Gas Supply Licence Modifications**

#### **Proposed changes**

2.2 We propose to amend Condition 1.2 or 1.3<sup>1</sup> 'Provision of Information to the Authority' of the gas supply licences. The affected licences and summary of changes are outlined below:

Affected Licences	Condition 1.2 or 1.3
SSE Airtricity Gas Supply (NI) Limited	
Firmus Energy (Supply) Limited - Ten	
Towns	
Firmus Energy (Supply) Limited - Greater Belfast Area	
Flogas Enterprise Solutions (UK)	
Limited	
ESB Independent Energy (NI) Limited t/a Electric Ireland	Update paragraph 1.2.2 (or 1.3.2) to remove reference to
LCC Group Limited t/a Go Power	Article 7 of Energy Order and
Flogas Natural Gas Limited	Articles 14(1)(a) and Article 27 of
Energia Customer Solutions NI Limited	the Gas Order
Power NI Energy Limited	
SSE Airtricity Gas Supply (NI) Ltd	Update paragraph 1.2.1 (or
SSE Energy Supply Limited	1.3.1) accordingly
Shell Energy Europe Limited	,
Energia Customer Solutions Limited	Remove paragraph 1.2.4 (or
Bord Gais Energy Ltd	1.3.4)
EP Ballylumford Limited	
British Gas Trading Limited	Update paragraph 1.2.5 (or
Coolkeeragh ESB Limited	1.3.5)
ElectroRoute Energy Trading Limited	
Electricity Supply Board (ESB)	Add definition of "Information"
EP NI Energy Limited	at end of the Condition
EP Commodities, a. s.	
Ceres Energy Limited	

<sup>&</sup>lt;sup>1</sup> Appendix 4 details those licences which have the 'Provision of Information to the Authority' condition as number 1.2 and those licences which have the condition as 1.3.



# 3. Next Steps

#### **Consultation responses**

- 3.1 This consultation seeks to gather stakeholder views on the licence modifications, specified in the appendices.
- 3.2 Responses to this consultation paper should be submitted by **18 November 2024.** Responses should be sent to:

Karen Shiels and Liz Wilkin
Utility Regulator
Queens House
14 Queen Street
Belfast BT1 6ED EU
karen.shiels@uregni.gov.uk
liz.wilkin@uregni.gov.uk

- 3.3 The UR's preference would be for responses to be submitted by e-mail.
- 3.4 Individual respondents may ask for their responses (in whole or in part) not to be published or that their identity should be withheld from public disclosure. Where either of these is the case the UR will also ask respondents to supply the redacted version of the response that can be published.
- 3.5 As a public body and non-ministerial government department the Utility Regulator is required to comply with the Freedom of Information Act (FOIA). The effect of FOIA may be that certain recorded information contained in consultation responses is required to be put into the public domain.
- 3.6 Note it is now possible that all responses made to consultations will be discoverable under FOIA even if respondents ask us to treat responses as confidential.
- 3.7 It is therefore important that respondents take account of this and, in particular, if asking the Utility Regulator to treat responses as confidential, respondents should specify why they consider the information in question should be treated as such.
- 3.8 This paper is available in alternative formats such as audio, Braille etc. If an alternative format is required please contact the office of the Utility Regulator which will be happy to assist.

#### **Timelines**

3.9 Following review and consideration of the responses the UR will publish its decision as soon as possible. Licence modifications become effective 56 days after the decision is published.



# 4. Appendices

Appendix Reference	Description
Appendix A	Electricity Suppliers Licence Modification Notice
Appendix B	Gas Suppliers Licence Modification Notice