



David Gray
Ofgem Chair

Title - Developing New Regulatory Practices for Changing Markets – Ofgem’s RIIO Framework.

David Gray, chairman of the British energy regulator, Ofgem, will talk about its new framework for network regulation. The new framework, RIIO (Revenue=Incentives + Innovation + Outputs) is designed to change the behaviour of network companies and to reflect the challenges represented by new technology and increased renewable generation. The framework provides greater longer term certainty for both regulated companies and consumers and has been widely praised. David will explain how incentives for innovation can bring benefits to consumers, how RIIO is improving the way in which network companies plan their businesses and engage with their stakeholders, and how the focus on delivering outputs efficiently over an eight year period can deliver benefits to consumers. He will also refer to the application of the new framework to recent price controls for transmission and distribution network companies for both electricity and gas.