

The background of the slide is a photograph of several high-voltage electricity pylons and power lines stretching across the frame. The scene is set during sunset or sunrise, with a warm orange and yellow glow on the horizon and a deep blue sky above. The pylons are silhouetted against the bright sky, and some ground-level lights are visible at the base of the structures.

# Capacity Market update: State aid and 5-year review

Simon Dawes, Energy Security, BEIS

12 September, 2019

# The Capacity Market in 2019



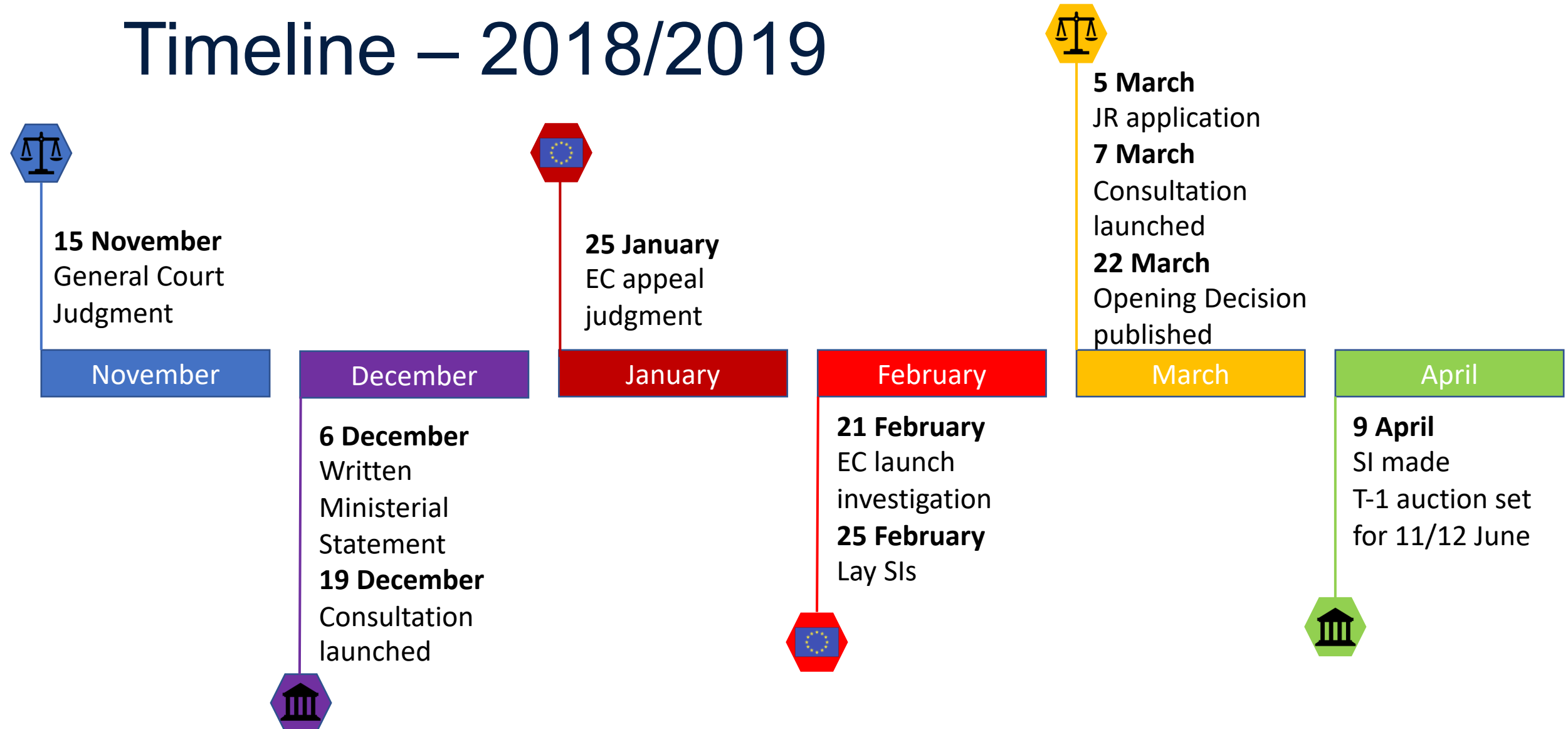
UK's backup power subsidies  
European court rules

Surprise judgment means government  
scheme

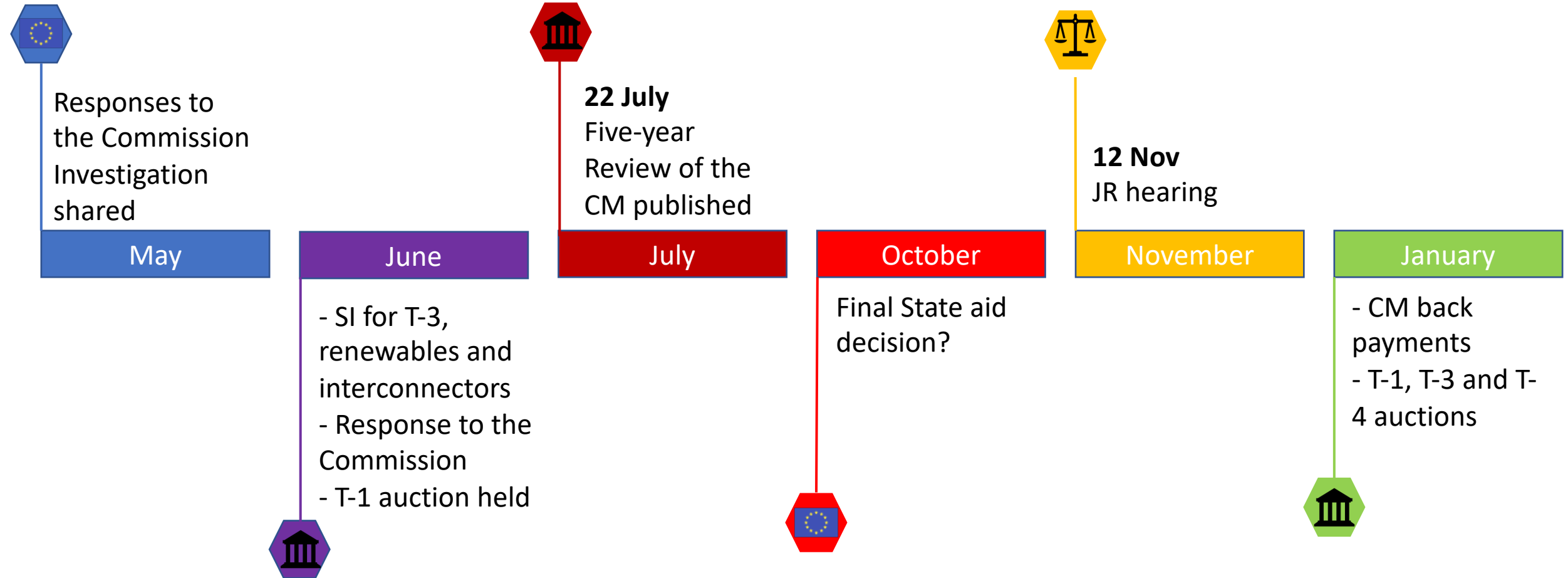
🏠 > Business

**Fears grow that lights will go out in  
winter after EU ruling**

# Timeline – 2018/2019



# Timeline – 2019/2020





# Five Year Review – progress

- Renewables
- Interconnectors
- Carbon emissions limits
- Ofgem review



# Five Year Review – going forward

- Direct participation of foreign generation
- 2MW threshold
- Agreement lengths
- Delivery assurance for DSR
- Penalties
- Simplification
- **Consultation after Commission decision**



# Conclusion

- A lot achieved...
- ...a lot more still to do
- Evolution not revolution

