

EIP026

What will the hydrogen market look like?

Problem Statement Details

How the hydrogen marketplace works in future scenarios (during the transition and onwards) is in development - this challenge should look to bring a consortium together to better determine the optimal approach and the relevant innovations required, i.e., Guarantee of Origin management.

Key Stakeholders

Hydrogen, System Operator

Target Market

Gas and System Operators e.g., ESO

Enablers and Constraints

NIA_NGGT0184 - Gas and Electricity Transmission Infrastructure Outlook:
https://smarter.energynetworks.org/projects/nia_nggt0184/

Scalability and Target Implementation Date

RIIO-3 and onwards

Innovation Strategy Target Areas

Innovation Theme	Target Area	Primary or Secondary
Data and Digitalisation	<p>The shift to data-driven, digitally-enabled networks is critical as we move towards Net Zero.</p> <p>We need your help to drive standardisation, interoperability, security and digital skills whilst accelerating our transformation to data-driven networks by the mid 2030s.</p>	Not applicable
Flexibility and Market Evolution	<p>Energy networks must quickly and efficiently respond to the rapidly evolving needs of the energy system transition. We need your support to eliminate barriers to new market entrants, deploy novel commercial and network management solutions whilst ensuring fair participation and eliminating regulatory barriers within the RIIO-2 price control periods.</p>	Primary
Net zero and the energy system transition	<p>In order to meet the UK net zero targets of 2050 we must start converting our networks to deliver low carbon fuels today. We want to work with you to develop the role of our gas networks into the future by investigating, trialling, implementing and delivering safe, low carbon alternatives to natural gas such as Hydrogen.</p> <p>Net Zero requires connection of more low and zero carbon sources of energy generation, storage and demand to both the transmission and distribution networks. We need your innovative methods for effective network management and accessing flexibility to improve visibility, forecasting and modelling of low carbon technologies.</p>	Secondary
Optimised assets and practices	<p>Innovation has a key role to play in ensuring our networks continue to remain reliable, safe, secure and resilient to our changing climate. We are constantly looking to improve and welcome support to identify methods to prevent interruptions, ensure resilience, reduce climate impact and future-proof our networks.</p>	Not applicable
Supporting Consumers in Vulnerable Situations	<p>Equality and fairness are the foundations of a just transition to Net Zero. We hope you can provide insight into the transient and situational nature of vulnerability and how we can overcome the impact the energy system has on consumers, building strong relationships for the future.</p>	Not applicable
Whole Energy System Transition	<p>The energy system must consider the full range of opportunities, risks and interdependencies that exist across the energy networks to integrate and optimise them in a way that best serves the consumer. We are looking for ways to improve visibility of the networks and transitional options, co-ordinate approaches and collaborate across the UK.</p>	Not applicable