

Utility Capital Expenditure - UK - July 2015

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“The approach to infrastructure investment is in transition across the utility industry. Whereas spending was previously mainly output-driven, future investment decisions will be increasingly centred on innovation, asset optimisation and long-term outcomes.”
 – Claudia Preedy - B2B Analyst

This report looks at the following areas:

- What are the key drivers for capital investment in the water and sewerage industry?
- What are the key drivers for network investment in the electricity transmission and distribution sector?
- What are the drivers for capital investment in the gas supply and distribution industry?
- How will changes in the regulatory environment affect the approach to capital investment?
- How does environmental legislation and regulations affect the utility industry?
- What are the expenditure plans for the current regulatory control period in the various utility sectors?

Although changes in the regulatory framework are likely to restrict traditional network investment, they will also provide opportunities for the supply industry, particularly for companies offering innovative solutions and new technologies that facilitate efficient and optimised asset management. The strongest growth is expected in the energy networks sector, driven by rising electricity demand versus the closure of generation capacity, changes in the energy mix and the growth of low carbon technologies.

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Association of Electricity Producers

Energy Networks Association

Energy Industries Council

Energy Retail Association1

Office of Gas and Electricity Markets (Ofgem)

Office of Gas and Electricity Markets - Scotland (Ofgem Scotland)

Office of Gas and Electricity Markets - Wales (Ofgem Wales)

Energy Networks Association

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