

UNC Modification Panel
Minutes of the 230 Meeting held on Monday 10 September 2018
By Teleconference

Attendees

Voting Members:

Shipper Representatives	Transporter Representatives	Consumer Representatives
A Green (AG), Total D Fittock (DF), Corona Energy R Fairholme (RF), Uniper S Mulinganie (SM), Gazprom	P Hobbins (PH), National Grid NTS C Warner (CW), Cadent J Ferguson (JF), NGN J Cooper (JCo), BUUK Infrastructure	S Home (SH), Citizen's Advice

Non-Voting Members:

Chairperson	Ofgem Representative	Independent Supplier Representative
P Garner (PG)	J Dixon	

Also in Attendance:

A Bates (AB), South Hook Gas Company, R Hailes (RHa), Secretary; R Hinsley (RHi), Xoserve.

Record of Discussions

Introduction

PG welcomed all attendees, introduced the meeting and then set out the order of business. PG explained that this extraordinary meeting had been called originally to discuss one item of business, namely Final Modification Report 0666 (Urgent) but that an additional Urgent Modification 0667 had since been submitted and Ofgem had requested a Panel view on Urgency to be sought at this meeting.

230.1 Note of any alternates attending meeting

- C Warner for H Chapman and R Pomroy
- D Fittock for E Wells, Corona Energy
- J Cooper for N Rozier, BUUK
- P Hobbins for D Lond, National Grid
- R Fairholme for J Chandler, SSE

230.2 Record of Apologies for absence

A Margan

D Lond

E Wells

H Chapman

J Atherton

J Chandler

N Rozier

R Pomroy

230.3 Minutes and Actions of the Last Meeting(s)

Not discussed. Deferred to 20 September 2018 meeting.

230.4 Consider Urgent Modifications

a) Modification 0666 (Urgent) - Establishment of a CSS Bid Group for CDSP central switching system bid activities.

PG reviewed the Modification and its aims, and highlighted the consultation responses noting that of the 11 responses received, 6 supported implementation and 5 offered qualified support.

One Panel Member noted a governance issue, that many consultation respondents did not specify why they supported relevant objective d) and merely noted their view, as instructed in the current template, as to which objective was impacted, either positively or negatively. Panel noted that respondents are not instructed to indicate specifically why they support a specific relevant objective.

For Modification 0666 (Urgent) Members determined:

- That Modification 0666 (Urgent) should be implemented, by unanimous vote.

b) Modification 0667 (Urgent) - Inclusion and Amendment of Entry Incremental Capacity Release NPV test in UNC

AB briefly introduced the Modification and its aims. One Panel Member asked why the NPV test should be put into code; AB explained that otherwise it could not readily be changed by industry parties. Panel explored whether the modification required workgroup development, noting that this was highly unusual for an Urgent modification. AB explained the need to develop business rules to allow production of the legal text.

One Panel Member noted that some shippers constituents had asked why urgent treatment was being sought if the Modification is only set to benefit one party (referring to the urgent criteria where the distinction "parties" is used. Ab explained that without the modification, the current situation would affect Dragon LNG too, though it was acknowledged that this potentially wouldn't work for other points, including Isle of Grain. The cost of non-

implementation was explored, noting that £70mn is required to signal as shown in the Modification. Some Panel Members voiced concern that the impact appeared to only be on South Hook Gas Company, no other parties have signalled a need as yet. AB explained that the urgency request was based on an imminent date related event and the commercial impact of current the situation.

For Modification 0667 Members determined:

- That Urgent Procedures were recommended, by unanimous vote.

230.6 Existing Modifications for Reconsideration

Deferred to 20 September 2018 meeting.

230.7 Consider Workgroup Issues

Deferred to 20 September 2018 meeting.

230.8 Workgroup Reports for Consideration

Deferred to 20 September 2018 meeting.

230.9 Consideration of Workgroup Reporting Dates and Legal Text Requests

Deferred to 20 September 2018 meeting.

230.10 Consider Variation Requests

None.

230.11 Final Modification Reports

None.

230.12 AOB

None

230.13 Date of Next Meeting

10:30, Thursday 20 September 2018, at Elexon.

Action Table (16 August 2018)

Action Ref	Meeting Date	Minute Ref	Action	Owner	Status Update
PAN 01/07	19/07/18	228.12 d)	To seek views on the interpretation of licence impacts likely as a consequence of faster switching and how the duty to cooperate would impact individual Panel Members. Update: Ofgem to present views at September Panel.	Ofgem (RE/JD)	Carried Forward review 20 September 2018
PAN 02/07	19/07/18	228.12 d)	Draft a number of questions to Ofgem on the potential licence impacts required to meet the Switching Programme proposed licence changes.	JO/Uniper (PG/RFa)	Carried Forward review 20 September 2018
PAN 01/08	16/08/18	229.12 d)	The Joint Office to seek nominations for the Consumer Representatives for appointment from 01 October 2018.	JO (BF)	Pending