

## Pre-Meeting note for DESC on 1<sup>st</sup> April 2019

### Agenda Items Summary

#### **2.0 Review of Uplift Factors in Gas Year 2018/19 (For Review)**

- You will hopefully recall that DESC approved the application of 'Uplift Factors' on the ALPs and DAFs for Gas Year 2018/19 in order to minimise UIG volatility. Xoserve will be providing some analysis which reviews their impacts by comparing the UIG during 2018/19 with and without the uplift factors.

It is intended that this should provide the basis of a discussion around their potential use (or not) in Gas Year 2019/20 and what potential planning/work is needed to accommodate any approach approved by DESC.

#### **3.0 Seasonal Normal Review (Decision Required)**

- An update on the progress of the CWV formula review will be provided by Xoserve and British Gas (who have volunteered to support the CWV formula review work).

DESC will be asked to formally confirm that they do not want to continue with the existing CWV formula without looking at alternative options. Options for a revised CWV formula can now include the use of additional weather variables following the change to the NDM Demand Estimation methodology document approved by DESC last year.

In addition, the basis for determining the seasonal normal version of CWV will be discussed.

#### **4.0 Publication of Derived Factors (ALPs, DAFs and PLFs) (Decision Required)**

- DESC will be asked to give their approval to a proposal which allows for the output from the Demand Estimation process, namely ALPs, DAFs and PLFs, to be published in the public domain