

Consideration of Final AUG Table of UIG Weighting Factors for 2024/25

UNCC 18 April 2024

Example 2 Draft for Information Only at April AUG Sub-Committee

Background

- These slides provided as a preview for AUG S-C to recap on the process set out in UNC E9
- Request that meeting attendees brief their UNC
 Committee colleagues on what to expect
- Final version will be published for UNCC in line with papers deadlines

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Objective of UNCC Approval

- Fulfil the Committee's UNC obligation to consider the final AUG Table of UIG Weighting Factors

 i.e. the AUG Framework
- UNC E9.4.3: In respect of each AUG Year:
 - (g) such steps as are set out in the AUG Document shall be taken in relation to the proposed AUG Table, following which the AUG Expert shall submit a final AUG Table to the Committee for approval;

Document

- (h) the Committee shall approve the final AUG Table submitted by the AUG Expert pursuant to paragraph (g) unless by unanimous resolution the Committee determines:
 - (i) to approve a modified AUG Table; or
 - (ii) to require any further iteration of any steps as referred to in paragraph (g), in which case paragraph (g) and this paragraph (h) shall further apply;
- (i) the Committee shall publish the AUG Table approved in accordance with paragraph (h);

Contents

 Slides [5 to 7] – background, overview of timeline and process followed

• Slide [8] – overview of voting

 Slide [10] – Proposed timetable Review of the AUG Year Draft for Information Only at April AUG Sub-Committee

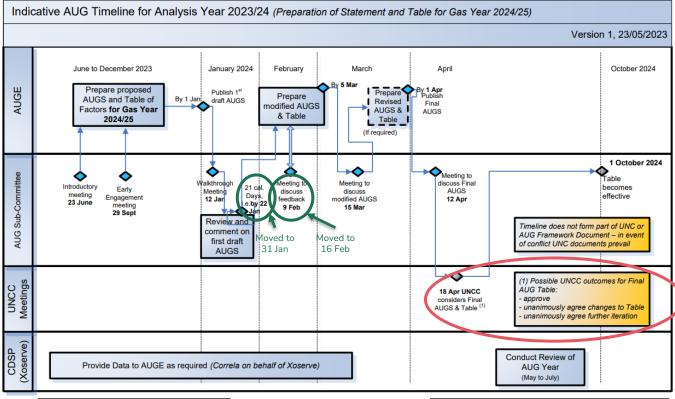
Background for UNCC Members

- AUG Expert defines a Methodology (an AUG Statement "AUGS") to determine weighting factors to be used for distribution of daily UIG rather than a total UG quantity
- Rules set out in UNC E9
- AUGE does not set or determine the daily level of UIG
- Detailed process steps in UNC Related Document (the "Framework") https://www.gasgovernance.co.uk/tpddocs
- Sixth year of operation of the revised process (as developed in Review Group 0639)
- Fourth year of outputs of new AUGE (appointed in June 2020)

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Timeline for 2023/24 Service

(Development of Statement and Table for Gas Year 2024/25)



2 dates moved back (for this year only) to allow for Ofgem's decision on Mod 0831/A



Note

- UNC/AUGS Publication Milestones are latest dates
- Diagram is for illustration only Please see Joint Office calendar for actual meeting dates

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Key Milestones for 2023/24 Process

(Development of Statement and Table for Gas Year 2024/25)

Milestone	Status
Introductory meeting in June/July	Held 23 June
Early engagement meeting in Sept/Oct	Held 29 September
Publish first draft AUGS and Table by 31 December	Published 29 December
First draft AUGS Walkthrough – target 15 Jan	Held 12 January 2022
Review of draft AUGS feedback meeting – target 15 Feb	Held 16 February
Walkthrough of revised draft AUGS and Table – target 12 March	Held 15 March
Publish Final AUGS and Table by 31 March	Published 28 March
Walkthrough of Final AUGS and Table - target 5 days prior to April UNCC	Scheduled for 12 April

All meeting material on Joint Office AUG Sub-Committee pages: https://www.gasgovernance.co.uk/aug

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Options for April UNCC meeting

- Unanimously agree changes to Final AUG Table published 28 March https://www.gasgovernance.co.uk/AUGStatement2324
- Final Table is included in the AUG Statement page 4 of the document
 - Chair Question: "Does any party propose any changes to the Table?" if so, vote on the proposal – requires unanimous agreement
- Or:
- Unanimously agree a further iteration of one or more steps in the AUG Framework document
 - Chair Question: "Does any party propose any such re-work?" if so, vote on the proposal – requires unanimous agreement
- Otherwise the AUG Table is approved
 - Becomes effective 1 October 2025

Next Steps (following AUG Sub-Committee)

- Request that AUG S-C meeting attendees brief their UNC Committee colleagues on what to expect at April UNCC
- Following UNCC the CDSP initiates the "Review of the AUG Year" – next slide

Annual Review of the AUG Year

- AUG Framework includes a CDSP obligation to consult industry on "activities and performance of the AUG Expert and industry for the creation of the AUG Statement and Table" and produce a report the Committee
- Proposed timetable for review of 2023/24 process:
 - Launch review at May UNCC and issue request for Feedback via Joint Office mailing list: 16 May
 - Closing date for feedback (3 weeks): 7 June
 - Present completed report at UNCC: 18 July

XOSETVE