DESC Action DE1057

- Action DE1057: Transporters to review their UNC and licence obligations to consult with Shippers and notify the process to be followed during the consultation.
- Consult/consultation not defined in standard conditions of licence or UNC
- Review of UNC relating to Seasonal Normal and CWV highlighted the following ...



What does UNC say about the CWV review?

H1.4.2 Every 5 years, commencing 2000, the Transporters will, after consultation with the Uniform Network Code Committee or any relevant Sub-committee, review and where appropriate revise (with effect from the start of a Gas Year) the formula by which the Composite Weather Variable for an LDZ is determined on the basis of new weather experience; provided that the Transporters may (after such consultation) revise such formula at more frequent intervals where the Transporters determine it to be appropriate on the basis of unusual new weather experience in any shorter period.



What does UNC say about the SN review?

- H 1.5.2 The "seasonal normal value" of the Composite Weather Variable for an LDZ for a Day in any year is the smoothed average of the values of the variable (derived from the formula prevailing in accordance with paragraph 1.4 for that year) for that Day:
 - (a) in a significant number of consecutive previous years, up to and including a year not more than 6 years prior to the year in question, derived from weather records maintained by the Transporters, and
 - (b) where the Transporters so determine, in the current year and one or more subsequent years, derived from forecasts by the Meteorological Office or other reputable meteorological services provider.



What does UNC say about the SN review?

H1.5.3 Where the seasonal normal values of the Composite Weather Variable are revised, the Transporters will provide to Users the revised values not later than 30th June in the Gas Year before the Gas Year in which such values first apply. [i.e. by 30/06/2010 for the next basis]



What do the DESC Terms of Reference say?

2. Scope of Committee

The following scope for the Committee is set-out in Section H:

- i. Composite Weather Variable determination taking account of new weather experience (H1.4.2).
- ii. Demand model smoothing to derive the seasonal normal values of the Composite Weather Variable (H1.5.2).

5. Procedures for the Conduct of Business

Where the meeting is quorate, all decisions shall be by consensus. Consensus is defined within the Chairman's Guidelines as "<u>a general</u> <u>agreement and does not require that unanimity be reached</u>." Where such agreement is not obtained, the Chairman shall submit the matter to the Uniform Network Code Committee for consideration.



Proposed process for consultation

- Single process for Seasonal Normal and CWV reviews
- xoserve present Transporters' analysis and recommendations today
- Opportunity to review, question and discuss at this meeting
- Further window for questions/clarifications by email/phone/in person
 - Ideally, questions by 20 April, please, to allow time to prepare
- Further DESC meeting pencilled in for May 11th, if required
- DESC meets again (if required) to review responses and any further material
- Aim for consensus at May meeting



Overview of timeline



