



respect > commitment > teamwork

# **Modification 0473 – Consideration of AUG Statement for 2017/18 UNCC 18 May 2017**

---

# Contents

---

- Slides 3 & 4 – today's objectives
- Slides 5 and onwards – background material if required

# Today's Objective

---

- Fulfil the Committee's UNC obligation
  - E9.4.3 In respect of each AUG Year:
    - (e) the Committee approve and publish the AUG Statement;
- AUG Framework requirements:
  - The Committee shall approve the Draft AUG Statement (including revisions), in the form presented by the AUG Expert, unless they unanimously agree changes to any part of the document. Any changes directed by The Committee in this fashion will be implemented by the AUG Expert immediately. The approved Draft AUG Statement will be treated as the final AUG Statement. (Para 7.1.8)

# Options for today's meeting

---

- Unanimously agree changes to Revised Draft AUGS published 28 April
  - Does any party propose any changes?
- Otherwise the AUGS is approved
- **Point to Note:** the Table of Weighting Factors in the Revised Draft AUGS is not yet final – final version due by 01 July

# Background

---

- Modification 0473 – Project Nexus – Allocation of Unidentified Gas – approved by Ofgem in April 2015
- Re-introduces concept of an Allocation of Unidentified Gas (AUG) Expert in a post-Nexus world
- New AUG Expert defines a Methodology to determine weighting factors to be used for distribution of daily UG rather than a total UG quantity
- DNV GL appointed as AUGE in July 2016

# Implementation of Mod 0473

---

- Implementation Date aligned to Project Nexus Implementation Date (PNID)
- AUG Year commences 01 October each year
- An Interim Table of Weighting Factors will apply from PNID until start of next AUG Year
  - Currently included in new AUG Framework Related Document
  - To be incorporated in UNC TD under Mod 0609
- AUG has two key deliverables:
  - AUG Statement (Methodology) – revised version published 28 April
    - <http://www.gasgovernance.co.uk/augenex/1718>
  - AUG Table of Weighting Factors – final Table due for publication by 1 July

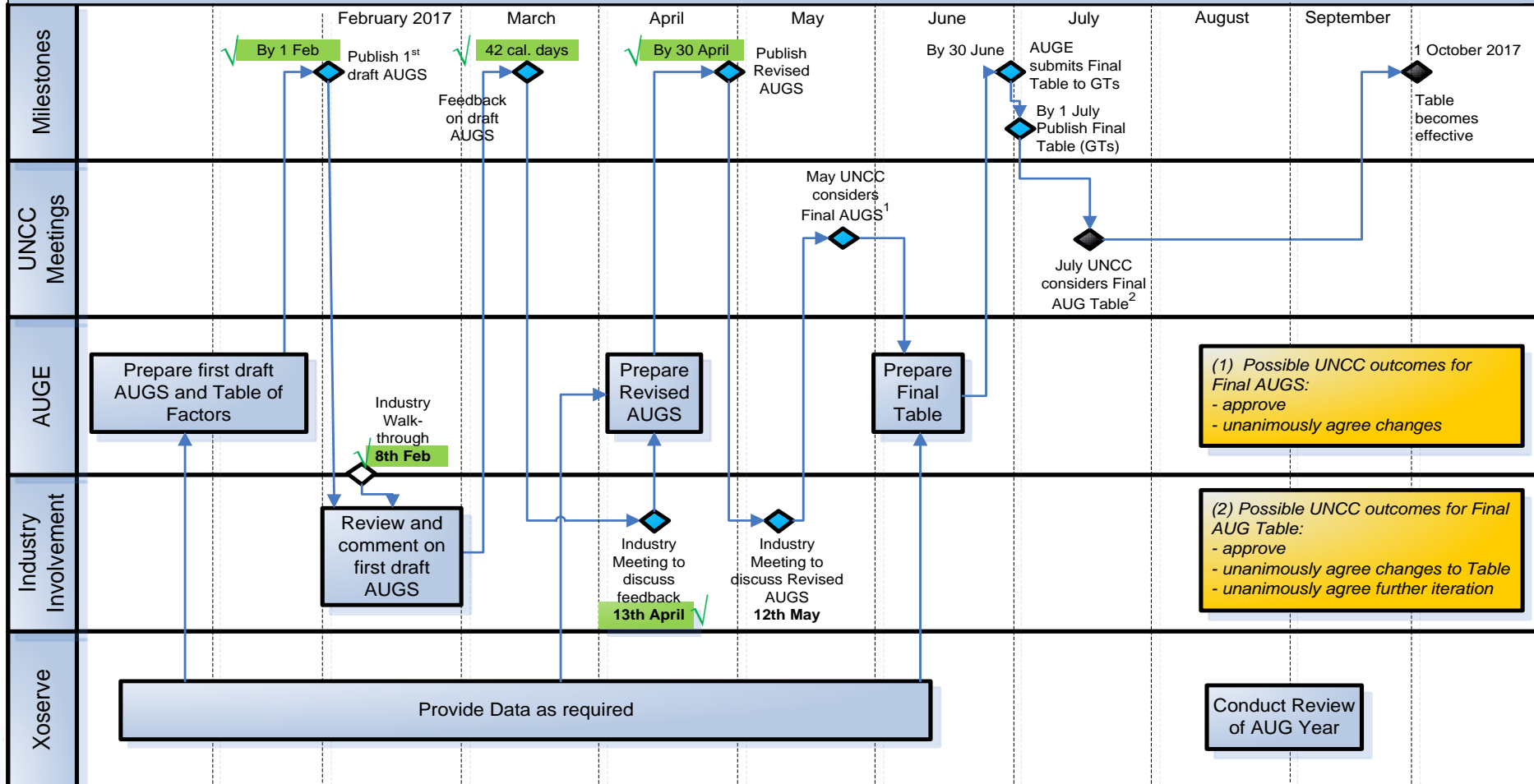
# Updated Timeline for 2016/17 Service

Indicative AUG Timeline for 2017/18 Statement and Table – Mod 0473

Updated to reflect revised PNID, Methodology Review Meeting dates and progress to date

Current Project Nexus Implementation Date

Version 2.7, 08/05/2017



**Legend**

- UNC Requirement
- AUGE Framework Milestone
- Other events

**Notes**

- UNC/AUGS Framework Milestones are **latest** dates
- Diagram is for illustration only – in event of conflict with UNC/ AUGS Framework, then the relevant formal document prevails

(1) Possible UNCC outcomes for Final AUGS:

- approve
- unanimously agree changes

(2) Possible UNCC outcomes for Final AUG Table:

- approve
- unanimously agree changes to Table
- unanimously agree further iteration



# Update on 2017/18 Process

- AUG Framework process has been followed to date:
  - Draft AUGS 01 February
  - Additional Walkthrough meeting during feedback window
  - 3 parties made comments on Draft AUGS
  - Response meeting for AUGS to respond to comments
  - Revised Draft AUGS 28 April
  - Revised AUGS Walkthrough meeting 12 May
  - Revised AUGS now tabled for UNC Review
- **Point to Note:** the Table of Weighting Factors in the Revised Draft AUGS is not yet final – final version due by 01 July



# Walkthrough of Revised Draft AUGS \*

---

- Meeting booked for May 12<sup>th</sup>
- Revised AUGS published 28 April
- Presentation material published May 5<sup>th</sup>
- Summary of Q&A from meeting to be published prior to UNCC meeting
- All material on JO page:
  - <http://www.gasgovernance.co.uk/augenex/1718>

---

*\* State of play as at 09/05/17*