UNC Workgroup 0670R Minutes Review of the charging methodology to avoid the inefficient bypass of the NTS

Tuesday 02 April 2019 at Elexon, 350 Euston Road, London, NW1 3AW

Attendees		
Rebecca Hailes (Chair)	(RH)	Joint Office
` ,	(HBC)	Joint Office
Helen Bennett / Cuin (Secretary)		
Adam Bates	(AB)	SouthHook Gas
Andrew Pearce	(AP)	BP FAIR
Anna Shrigley	(AS)	ENI
Chris Logue	(CL)	National Grid
Chris Wright	(CWr)	Exxon Mobil
Colin Williams	(CWi)	National Grid
David O'Neill	(DON)	Ofgem
Debra Hawkin	(DH)	TPA Solutions
Graham Jack	(GJ)	Centrica
Henk Kreuze	(HK)	Vermilion Energy
James Gudge	(JG)	National Grid
Jeff Chandler	(JCh)	SSE
John Costa	(JCo)	EDF Energy
Julie Cox	(JCx)	Energy UK
Kamla Rhodes	(KR)	ConocoPhillips
Kirsty Ingham	(KI)	ESB
Nick Wye*	(NW)	Waters Wye
Nitin Prajapati	(NP)	Cadent
Pavanjit Dhesi	(PD)	Interconnector
Paul O'Toole*	(POT)	Northern Gas Networks
Paul Youngman*	(PY)	Drax Power
Penny Garner	(PG)	Joint Office
Penny Jackson*	(PJ)	npower
Sinead Obeng	(SO)	Gazprom Marketing and Trading
Smitha Coughlan*	(SCo)	Wales & West Utilities
Steve Pownall	(SP)	Xoserve
Terry Burke	(TB)	Equinor
* via teleconference	1 \ /	1 '

Copies of all papers are available at: http://www.gasgovernance.co.uk/0670/020419

The Request Workgroup Report is due to be presented at the UNC Modification Panel by 16 May 2019.

1.0 Introduction and Status Review

1.1. Approval of Minutes (05 March 2019)

The minutes of the previous meeting were approved.

1.2. Review of Outstanding Actions

0201: Reference NTS Bypass Avoidance Charge - National Grid (JG) to look to provide analysis based around a comparison between UNC Modifications 0670R and 0678, including existing versus future usage predications; limiting factors for sites in or around the NTS; generic costs and cost of gas and gas sources in respect of construction of a pipeline. **Update:** Item deferred. **Carried Forward.**

0202: Reference NTS Bypass Avoidance Charge - National Grid (JG) to look to provide analysis based upon the UNC Modification 0678 model and to also look to provide a view on the potential NTS Revenue Sensitivity Risk Assessment aspects.

Update: Item deferred. Carried Forward.

2.0 Next Steps

Due to the continued assessment process for Modification 0678, it was agreed that proceedings of the 0670 Review Group should be deferred.

Anticipated next steps:

- Consideration of UNC Modification 0678 developments;
- · Consideration of National Grid analysis, and
- Consideration of NTS Revenue Sensitivity Risk Assessment aspects.

3.0 Any Other Business

None.

4.0 Diary Planning

Further details of planned meetings are available at: https://www.gasgovernance.co.uk/events-calendar/month Workgroup meetings will take place as follows:

Time / Date	Venue	Workgroup Programme
10:00 Tuesday 30 April 2019	Radcliffe House, Blenheim Court, Warwick Road, Solihull B91 2AA	Consideration of UNC Modification 0678 developments; Consideration of National Grid analysis, and Consideration of NTS Revenue Sensitivity Risk Assessment aspects.

Action Table (as at 02 April 2019)

Action Ref	Meeting Date	Minute Ref	Action	Owner	Status Update
0201	05/02/19	2.2	Reference NTS Bypass Avoidance Charge - National Grid (JG) to look to provide analysis based around a comparison between UNC Modifications 0670R and 0678, including existing versus future usage predications; limiting factors for sites in or around the NTS; generic costs and cost of gas and gas sources in respect of construction of a pipeline.	National Grid (JG)	Carried Forward
0202	05/02/19	2.2	Reference NTS Bypass Avoidance Charge - National Grid (JG) to look to provide analysis based upon the	National Grid	Carried

Action Table (as at 02 April 2019)

Action Ref	Meeting Date	Minute Ref	Action	Owner	Status Update
			UNC Modification 0678 model and to also look to provide a view on the potential NTS Revenue Sensitivity Risk Assessment aspects.	(JG)	Forward