

## Representation - Workgroup Report

### UNC 0642 (Urgent) 0642A (Urgent) - Changes to settlement regime to address Unidentified Gas issues

### UNC 0643 (Urgent) - Changes to settlement regime to address Unidentified Gas issues including retrospective correction

Responses invited by: **5pm on 08 February 2018**

To: [enquiries@gasgovernance.co.uk](mailto:enquiries@gasgovernance.co.uk)

<b>Representative:</b>	Nigel Evans
<b>Organisation:</b>	West Mercia Energy
<b>Date of Representation:</b>	8 <sup>th</sup> February 2018
<b>Support or oppose implementation?</b>	0642 - Support* <i>delete as appropriate</i> 0642A - Oppose* <i>delete as appropriate</i> 0643 - Support* <i>delete as appropriate</i>
<b>Alternate preference:</b>	<i>If either 0642, 0642A or 0643 were to be implemented, which would be your preference?</i> 0643* <i>delete as appropriate</i>
<b>Relevant Objective:</b>	d)None* <i>delete as appropriate</i>

#### Reason for support/opposition: Please summarise (in one paragraph) the key reason(s)

The current system does not correctly allocate the costs of unidentified gas. The new system has given rise to an increased level of uncertainty to future pricing and the concern is that consumers will ultimately lose as suppliers have to price in greater risk to cover this uncertainty.

Stability of charging is imperative and as a result I support UNC 0642 and UNC 0643. UNC 0643 is preferred given the backdating.

#### Implementation: What lead-time do you wish to see prior to implementation and why?

The changes should be implemented as soon as practically possible.

**Impacts and Costs:** *What analysis, development and ongoing costs would you face?*

Our end users are public sector organisations such as schools where budgets have become increasingly squeezed over recent years and the impact is that these schools will see their budgets challenged even further due to the UIG impacts as it currently stands.

**Legal Text:** *Are you satisfied that the legal text will deliver the intent of the Solution?*

No comment

**Are there any errors or omissions in this Workgroup Report that you think should be taken into account?** *Include details of any impacts/costs to your organisation that are directly related to this.*

No comment

**Please provide below any additional analysis or information to support your representation**

No comment