

To:

UNC Parties, including Shippers and Large Gas Transporters The Joint Office of the Gas Transporters Ofgem The AUGE

17 September 2018

Dear Colleague

Allocation of Unidentified Gas (AUG) Process - Request for Feedback

2017/18 saw the second application of the new Allocation of Unidentified Gas processes, as introduced by UNC Modification 0473. As a result of feedback on the previous year's process, UNC Review Group 0639 (Review of AUGE Framework and Arrangements) produced an updated version of the "Framework for the Appointment of an Allocation of Unidentified Gas Expert", which aims to address many of the industry's concerns with the previous process. The new Framework document is now live and can be found under UNC Related Documents: https://www.gasgovernance.co.uk/tpddocs

The new Framework takes effect for the AUGE Year 2018/19 (i.e. the development of the 2019 Table of Factors). The 2018/19 process has already started with an Introductory Meeting in August, and an Early Engagement Meeting arranged for 12 October. Details of both of these meetings can be found on the UNCC pages of Joint Office website.

The AUG Framework includes a requirement for the Gas Transporters to conduct a review of "the activities and performance of the AUGE and the industry for the creation of the AUGS" and to report to the Committee (section 7.4 of the revised Framework).

I would like to request your feedback on the events of the AUG Expert year 2017/18, i.e. the development of the AUG Statement and Table of UIG Weighting Factors for 2018/19, and any suggestions for improvements.

However, you may also wish to review the new Framework document to consider whether it has already addressed your comments.



Areas on which you may consider providing feedback include:

- The AUG Framework document, e.g. timeline, clarity of scope and of responsibilities
- The AUGE for such areas as: communication, industry engagement, query responses etc.
- The industry, e.g. for support for the process and timeliness/relevance of responses to consultations
- Xoserve e.g. for the provision of information

The intention is to produce a short review report on the 2017/18 process for presentation to UNCC, including any recommendations for further improvement. To enable this to be produced, I would be grateful if you could provide any feedback by **Friday 5**th **October 2018.**

The documents relating to the AUG year in question can be found on the Joint Office of Gas Transporters website under https://www.gasgovernance.co.uk/augenex/1819, including the Statement, the Table of Weighting Factors and other correspondence.

Please submit your responses to **analytical.services@xoserve.com**. Could you also please **advise whether you are happy for your feedback to be made public** (probably as an appendix to the report).

If you have any questions regarding this topic please do not hesitate to contact me via the email address above.

Yours sincerely

Fiona Cottam

Business Process Manager

analytical.services@xoserve.com

Telephone: 0121 623 2695