Overview

- UIG Task Force identified sites with AQs over the Class 1 threshold that are not in Class 1.
- Obligations in UNC G2.3.15 set out where a site meets the Class 1 criteria.
- These sites should now be re-confirmed as Class 1 by the Shipper after 3 consecutive AQ calculations above the threshold, or after 12 months if every calculated AQ is above the threshold.
- As of August 2020, there were 28 sites which have met the Class 1 criteria but are not within Class 1.
- During the August Panel discussions for Modification 0691, Panel requested a view on the outstanding sites and where they were in the process.

Status confirmation

The table below details the latest status for the 28 sites which should be within Class 1.

	Status			
Current Class	Awaiting Class Change within UK Link only	DM Equipment installation in progress	Equipment Installed but meter read frequency change to DM is required	No equipment on site,
Class 2	0	0	8	1
Class 3	1	0	0	3
Class 4	1	1	7	6
Total	2	1	15	10

As of August when this data was taken, the shortest amount of time in which one of these sites had passed the Class 1 threshold was 2 days. The longest about of time was 378 days. Across the 28 sites, the average amount of days over the Class 1 threshold was 129 days.

Summary

- The Registered Users for all 28 sites have been contacted by an Xoserve Customer Advocate to advise them where their site is over the Class 1 threshold and request the relevant sites to be moved to Class 1.
- Both DMSPs advised that instruction to install DM equipment or update currently NDM equipment to DM for any site is expected from the Registered User directly to the DMSP.
- Under the currently proposed Modification 0691 rules, officially only 2 of the 28 sites would be picked up through the process however this equates to approximately 0.19 tWh AQ.
- If the sites which have a equipment installed which need a simple configuration change to DM read frequency were included, we would pick up an additional 15 sites under the proposed Modification 0691 which equates to approximately **1.53 tWh AQ**.
- As currently drafted, Modification 0691 would not pick up the 10 sites which have no equipment installed at all which equates to 0.62 tWh AQ.
- Although only 2 sites would currently be picked up by Modification 0691, it is possible that the other 26 sites could get to that status.

Things to Consider

- What is the industry view in light of being made aware of the status for these sites?
- How does this impact the view on Modification 0691?
- It is worth noting that under Modification 0710 CDSP Provision of Class 1
 Read Service, the CDSP are proposing to put in place a formal process to
 liaise between the Shippers and DMSPs to progress the installation or setup of DM Read equipment for these sites.
- This is intended to support the process to move sites into Class 1 where the threshold has been met.

Recommendation to progress with 0691

- Despite only 2 sites currently being picked up by the 0691 process, this is still approximately 0.19 tWh AQ and moving these sites could help reduce day-on-day UIG volatility.
- The sites which currently won't be picked up under 0691 could eventually get to the status which will be in scope of the Modification.
- Although the implementation of 0710 should identify the sites which should be in Class 1 but aren't, it will not give the CDSP the authority to reclassify therefore there is a risk that sites could get 'stuck' at this status without Modification 0691.