









UNC Modification	At what stage is this document in the process?
<h1 data-bbox="134 322 657 412">UNC 0776:</h1> <h2 data-bbox="134 452 1098 654">Revision of the Modification Panel Meeting Location Requirement in the Modification Rules</h2>	<div data-bbox="1209 309 1469 629"> <div data-bbox="1209 309 1469 383">01 Modification</div> <div data-bbox="1209 394 1469 468">02 Workgroup Report</div> <div data-bbox="1209 479 1469 553">03 Draft Modification Report</div> <div data-bbox="1209 564 1469 638">04 Final Modification Report</div> </div>
<p>Purpose of Modification:</p> <p>This Modification would remove the requirement for meetings of the UNC Modification Panel to take place in London.</p>	
<p>Next Steps:</p> <p>The Proposer recommends that this Modification should be:</p> <ul style="list-style-type: none"> subject to Self-Governance; and assessed by a Workgroup <p>This Modification will be presented by the Proposer to the Panel on 19 August 2021. The Panel will consider the Proposer’s recommendation and determine the appropriate route.</p>	
<p>Impacted Parties:</p> <p>High:</p> <p>Low: UNC Modification Panel Members, Alternates, Observers and Invitees</p> <p>None:</p>	
<p>Impacted Codes:</p> <p>None</p>	

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Timetable		
Modification timetable:		
Pre-Modification Discussed (Governance Workgroup)	04 August 2021	
Date Modification Raised	05 August 2021	
New Modification to be considered by Panel	19 August 2021	
First Workgroup Meeting	01 September 2021	
Workgroup Report to be presented to Panel	21 October 2021	
Draft Modification Report issued for consultation	21 October 2021	
Consultation Close-out for representations	11 November 2021	
Final Modification Report available for Panel	12 November 2021	
Modification Panel decision	18 November 2021	
		 Any questions?
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1 Summary

What

The UNC Modification Rules currently require that meetings of the UNC Modification Panel take place in London unless the Panel determines otherwise in respect of any meeting. Such a determination would be made by Panel Majority.

This rule has been in place (and has remained unchanged) from the first incarnation of the British Gas TransCo Network Code (01 March 1996) and was subsequently carried forward into the first version of the Uniform Network Code (01 May 2005).

Why

The advent of more flexible working arrangements for individuals and a wider geographical spread of individuals' work locations means that the need for meetings of the UNC Modification Panel to take place in London (and by exception elsewhere) is an unnecessary constraint on the Panel Members and the Code Administrator of the UNC.

Removal of the existing constraints on the location of Modification Panel meetings will provide the Code Administrator with a greater level of flexibility in the arrangement of such meetings thereby optimising costs whilst maintaining the capability of the Modification Panel to fulfil its obligations under the Modification Rules.

How

It is proposed that the requirement for meetings of the UNC Modification Panel to take place in London is removed. Alternatively, it is proposed that meetings of the Modification Panel take place in the location specified by the Code Administrator unless the Modification Panel determines otherwise (i.e. that the meeting take place in a location other than that specified by the Code Administrator).

2 Governance

Justification for Self-Governance

Application of Self-Governance procedures is sought because the change proposed is unlikely to have a material effect on the Uniform Network Code governance procedures (nor any of the other aspects described in the Self-Governance criteria). This is because the nature of the change is to merely allow a greater level of flexibility in the location of meetings of the Modification Panel.

Requested Next Steps

This Modification should:

- be considered a non-material change and subject to Self-Governance.
- be assessed by a Workgroup.

It is recommended that the Proposal is issued to the Governance Workgroup for consideration for a period of 2 months. A pre-Modification discussion took place at the Governance Workgroup on 4 August 2021.

3 Why Change?

The UNC Modification Rules Section 5.7.1 currently requires that meetings of the UNC Modification Panel take place in London unless the Panel determines otherwise in respect of any meeting. Such a determination would be made by Panel Majority as per Section 5.1.2(a) of the Modification Rules.

This rule has been in place (and has remained unchanged) from the first incarnation of the British Gas TransCo Network Code (01 March 1996) and was subsequently carried forward into the first version of the Uniform Network Code (01 May 2005).

It is understood that the existing constraint on the location of Modification Panel meetings reflected the work locations of the majority of the members of the UNC Modification Panel and other stakeholders in 1996 and the preference for face-to-face meetings, given the levels of video conferencing technology available at that time. However, the advent of more flexible working arrangements for individuals and the wider geographical spread of individuals' work locations means that the need for meetings of the UNC Modification Panel to take place in London (and by exception elsewhere) is an unnecessary constraint on the Code Administrator of the UNC.

Given this, removal of the existing constraints on the location of Modification Panel meetings will provide the Code Administrator with a greater level of flexibility in the arrangement of such meetings, thereby optimising costs whilst maintaining the capability of the Modification Panel to fulfil its obligations under the Modification Rules.

If this change is not made, the Code Administrator will continue to be obliged to make arrangements for meetings of the Modification Panel to take place in London.

If this change is not made, this may result in higher costs than necessary being incurred by the Code Administrator and individual Panel Members (and other stakeholders) compared to those incurred if more locational flexibility is introduced.

4 Code Specific Matters

Reference Documents

[Current UNC Modification Rules](#)

[UNC Version 1 \(May 2005\)](#) see document 01_10_MR.pdf

[British Gas TransCo Network Code Version 1 \(March 1996\)](#) see page 45

Knowledge/Skills

None.

5 Solution

It is proposed that the requirement for meetings of the UNC Modification Panel to take place in London is removed. Alternatively, it is proposed that meetings of the Modification Panel take place in the location specified by the Code Administrator unless the Modification Panel determines otherwise (i.e. that the meeting take place in a location other than that specified by the Code Administrator).

For the avoidance of doubt, a Modification Panel determination in this context shall be made by Panel Majority as per the Modification Rules Sections 2.1 and 5.1.2(a).

6 Impacts & Other Considerations

Does this Modification impact a Significant Code Review (SCR) or other significant industry change projects, if so, how?

No.

Consumer Impacts

Minor cost efficiency. Whilst greater efficiencies in the operation of industry governance process may be observed, this is unlikely to have a material impact on consumers. However, any minor cost efficiency may be passed on to consumers via Transporter price control arrangements in the event that code administration costs, over the longer term, are reduced.

What is the current consumer experience and what would the new consumer experience be?

Consumers' experience is not expected to be impacted by implementation of this change.

Impact of the change on Consumer Benefit Areas:	
Area	Identified impact
Improved safety and reliability	None
<p>Lower bills than would otherwise be the case</p> <p>Whilst greater efficiencies in the operation of industry governance process may be observed, this is unlikely to have a material impact on consumers. However, any minor cost efficiency may be passed on to consumers via Transporter price control arrangements in the event that code administration costs, over the longer term, are reduced.</p>	Positive
<p>Reduced environmental damage</p> <p>Enabling members of the UNC Panel and other stakeholders to optimise travel and other arrangements whilst maintaining effective representation and participation in the business of the Modification Panel may lead to reduced Greenhouse Gas Emissions. Any such reduction is unlikely to be material.</p>	Positive
Improved quality of service	None
Benefits for society as a whole	None

Cross-Code Impacts

None.

EU Code Impacts

None.

Central Systems Impacts

None.

7 Relevant Objectives

Impact of the Modification on the Transporters' Relevant Objectives:

Relevant Objective	Identified impact
a) Efficient and economic operation of the pipe-line system.	None
b) Coordinated, efficient and economic operation of (i) the combined pipe-line system, and/ or (ii) the pipe-line system of one or more other relevant gas transporters.	None
c) Efficient discharge of the licensee's obligations.	None
d) Securing of effective competition: (i) between relevant shippers; (ii) between relevant suppliers; and/or (iii) between DN operators (who have entered into transportation arrangements with other relevant gas transporters) and relevant shippers.	None
e) Provision of reasonable economic incentives for relevant suppliers to secure that the domestic customer supply security standards... are satisfied as respects the availability of gas to their domestic customers.	None
f) Promotion of efficiency in the implementation and administration of the Code.	Positive
g) Compliance with the Regulation and any relevant legally binding decisions of the European Commission and/or the Agency for the Co-operation of Energy Regulators.	None

Removal of the current constraint on the location of meetings of the Modification Panel better facilitates the objective of the promotion of efficiency in the implementation and administration of the Code by enhancing the ability of the UNC Code Administrator to optimise code administration costs.

8 Implementation

As Self-Governance procedures are proposed, implementation could be sixteen business days after a Modification Panel decision to implement, subject to no Appeal being raised.

9 Legal Text

Text Commentary

To be provided by the Transporter at the appropriate point

Suggested Text

General Terms

Modification Rules

5 Meetings of the Modification Panel

5.7 Location and form of meetings

Amend paragraph 5.7.1 as follows:

Unless the Modification Panel shall in respect of any meeting of the Modification Panel otherwise determine, meetings of the Modification Panel will take place in ~~London~~ the location specified by the Code Administrator.

10 Recommendations

Proposer's Recommendation to Panel

Panel is asked to:

- Agree that Self-Governance procedures should apply.
- Refer this proposal to a Workgroup for assessment.