

Record of Determinations: Panel Meeting 18 May 2017

| Modification | Vote Outcome | Shipper Voting Members | | | | | Transporter Voting Members | | | | | Consumer Voting Member | Determination Sought | |
|--|---|------------------------|----|----|----|----|----------------------------|----|----|----|----|------------------------|----------------------|---|
| | | AG | AL | AM | RF | SM | CW | DL | HC | JF | RP | SH | | |
| 0619 - Application of proportionate ratchet charges to daily read sites | Not related to the Significant Code Review - <i>unanimous vote against</i> | X | X | X | X | X | X | X | X | X | X | X | X | Is Modification related to Significant Code Review |
| | Modifications 0619 is not a self-Governance Modification - <i>unanimous vote against</i> | X | X | X | X | X | X | X | X | X | X | X | X | Does Modification 0619 satisfy the Self-Governance criteria |
| | Issued to Workgroup 0619 with a report presented by the August 2017 Panel - <i>unanimous vote in favour</i> | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | Should Modification be issued to Workgroup with a report by the August 2017 Panel |
| 0614 - Introducing IHD (In-Home Display) Installed Status of Failed | Consideration deferred to the June Panel - <i>unimous vote in favour</i> | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | Defer consideration to the June Panel |
| 0594R - Meter Reading Submission for Advanced & Smart Metering | Workgroup 0594R to report to the July Panel - <i>unanimous vote in favour</i> | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | Should Workgroup 0594R reporting date be extended to the July 2017 Panel |
| 0607S - Amendment to Gas Quality NTS Entry Specification at the St Fergus NSMP System Entry Point | Workgroup 0607S to report to the September Panel - <i>unanimous vote in favour</i> | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | Should Workgroup 0607S reporting date be extended to the September 2017 Panel |
| 0611 - Amendments to the firm capacity payable price at Interconnection Points | Legal text requested for 0611 - <i>unanimous vote in favour</i> | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | Request Legal Text for 0611 |
| 0613S - Revised UK Link Manual CDSP Data Services Document | Legal text requested for 0613S - <i>unanimous vote in favour</i> | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | Request Legal Text for 0613S |
| 0615S - Representation on DSC Committees: amendment to include mid-year appointments | Legal text requested for 0615S - <i>unanimous vote against</i> | X | X | X | X | X | X | X | X | X | X | X | X | Request Legal Text for 0615S |

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|--|---|--|---|---|---|--|---|---|---|---|---|---|--|
| 0618 (Urgent) - Extension of Invoicing Contingency Arrangements in case of Project Nexus defect | Implementation recommended - by majority vote in favour | | ✓ | ✓ | ✓ | | ✓ | ✓ | ✓ | ✓ | ✓ | ✓ | Should Modification 0618 be implemented? (only votes in favour recorded) |
|--|---|--|---|---|---|--|---|---|---|---|---|---|--|

| | | | |
|-----------|---------------|--------------|-------------|
| In favour | Not in Favour | No Vote Cast | Not Present |
| ✓ | X | NV | NP |

UNC Modification Panel

Minutes of the 206th Meeting held on Thursday 18 May 2017

By Teleconference

Attendees

Voting Members:

| Shipper Representatives | Transporter Representatives | Consumer Representative |
|---|---|--------------------------------|
| A Green (AG), Total A Love (AL), ScottishPower A Margan (AM), British Gas R Fairholme (RF), Uniper S Mulinganie (SM), Gazprom | C Warner (CW), National Grid Distribution D Lond (DL), National Grid NTS H Chapman (HC), Scotia Gas Networks J Ferguson (JF), Northern Gas Networks R Pomroy (RP), Wales & West Utilities | S Horne (SH), Citizens Advice |

Non-Voting Members:

| Chairman | Ofgem Representative |
|---------------------|-----------------------------|
| A Plant (AP), Chair | R Elliott (RE) |

Also in Attendance:

A Cebo (AC), EDF Energy; A Panjwani (APa), Ofgem; L Jenkins (LJ), Deputy Chair; L Nell (LN), Ofgem; M Jones (MJ), SSE; R Fletcher (RF), Secretary; R Hailes (RHa), Joint Office; R Hinsley (RHi), Xoserve; S Britten (SB), Cornwall Energy.

Record of Discussions

Introduction

AP introduced S Horne who will be taking over the role as Consumer Representative following S Moore's resignation. He also welcomed M Jones who has been nominated as an additional Shipper representative from the June meeting onwards.

206.1 Note of any alternates attending meeting

None

206.2 Record of Apologies for absence

None

206.3 Minutes and Actions of the Last Meeting(s)

AL requested that her absence from the meeting referred to in the previous minutes (20 April) relates to the UNCC meeting and not Panel. It was agreed to amend the minutes accordingly.

Members then approved the minutes from the previous meetings (20 April and 09 May 2017).

Action PAN0102: HC to consider potential Safety Case impacts of Modifications 0571 and consult with the HSE and 0571A and provide a report by the May meeting

UPDATE: HC advised that following the withdrawal of Modifications 0571 and 0571A that this action should now form part of the Workgroup discussions for Modification 0619. **CLOSED**

206.4 Consider Urgent Modifications

None.

206.5 Consider New Non-Urgent Modifications

a) Modification 0619 - Application of proportionate ratchet charges to daily read sites

SM introduced the modification and its aims. HC was concerned about the timescales for development and that it should be allowed more time to ensure all issues are identified and responded too. The soft landing allowed by Nexus implementation should provide sufficient protection for the next Winter.

SM agreed that it might be possible to take longer if needed, however he did not want to unduly delay the modification if it was not needed as most issues were well known.

AL asked if the safety case update related to Modification 0571 is still to be provided. HC advised that they intend to continue with the safety case assessment and report to the Workgroup.

Workgroup Questions:

1. Consider any related Safety Case impacts?
2. Define what “relevant period” what it means in the solution?

For Modification 0619, Members determined:

- It is not related to the Significant Code Review;
- The criteria for Self-Governance are not met as this modification is expected to have a material impact on the commercial arrangements between Transporters, Shippers and some consumers;
- That Modification 0619 be issued to Workgroup 0619 for assessment, with a report to be presented no later than the August 2017 Panel.

206.6 Existing Modifications for Reconsideration

- a) Modification 0614 - Introducing IHD (In-Home Display) Installed Status of Failed

AC advised that they had raised a DSC change and were considering withdrawing the modification once they were sure the DSC Change Committee were able to take the DSC change forward.

Members were supportive of the approach.

For Modification 0614, Members determined:

- To defer consideration to the June meeting, pending further consideration by the proposer.

206.7 Consider Workgroup Issues

None.

206.8 Workgroup Reports for Consideration

- a) None

206.9 Consideration of Workgroup Reporting Dates and Legal Text Requests

Members determined unanimously to extend the following Workgroup reporting date(s):

| Workgroup | Reporting Date |
|---|-----------------------|
| 0594R - Meter Reading Submission for Advanced & Smart Metering | 20 July 2017 |
| 0607S - Amendment to Gas Quality NTS Entry Specification at the St Fergus NSMP System Entry Point | 21 September 2017 |

Members determined unanimously to request Legal text for the following modification(s):

| Modification |
|--|
| 0611 - Amendments to the firm capacity payable price at Interconnection Points |
| 0613S - Revised UK Link Manual CDSP Data Services Document |
| |

Modification 0613S – AM asked how it was possible to request text when the documents related to the text were still to be provided. CW advised that he was considering whether this modification should continue or if it should be processed as a DSC Change. The text is unlikely to change from that advised in the modification i.e. none required.

SM asked how soon this would be known so that the right approach can be followed and parties could be advised. CW advised that he is considering should a committee manage a significant section of work, which is unfinished business from the previous FGO modifications.

LJ clarified that in this situation, the UK Link manual is not legal text for UNC purposes as the manual sits in the DSC arrangements.

206.10 Consideration of Variation Requests

None.

206.11 Final Modification Reports

- a) Modification 0618 (Urgent) - Extension of Invoicing Contingency Arrangements in case of Project Nexus defect

AM noted that this modification has a sunset clause and asked if there is an intention to raise an enduring solution at a later date. RP advised that the sunset clause is to manage the transition risk for Nexus, there is no intention to go beyond the sunset clause date.

AL asked if the trigger/risk can be identified so that it can be linked and notified with the relevant defect. RP advised that the modification allows in certain circumstances for temporary invoices to be issued so the scope was already limited to Nexus.

AL wanted to understand the Nexus defect and how this would prevent the invoice being issued and why the current contingencies would be unable to manage the situation. RP clarified that Nexus terminology is not code referencing and therefore clarity is provided in this modification.

DL advised that there were a number of typos in the legal text that would need correcting before being implemented and that he would provide these to the proposer.

Panel discussion see the Final Modification Report published at:
<http://www.gasgovernance.co.uk/0618>

Members then voted by majority vote to recommend the implementation of Modification 0618.

206.12 Any Other Business

a) Code Administration Survey

LN advised that the first central Code Administrator (CA) survey and associated report was to be published by Ofgem on their website.

APa provided an overview of the related performances for each CA and how the UNC had performed in comparison with other Codes. It was noted that CAs do a reasonable job in summarising the complexity of Codes and the change processes.

LN provided an overview of recommendations from the report, however these were suggestions and not directions for CAs and that feedback was welcomed.

b) Panel Feedback

AP asked if members could complete the Panel feed back survey for consideration at the next meeting.

c) Pre-Modification - Governance Arrangements for Alternates to Self-Governance Modification Proposals

RP wanted Panel views on the approach for this proposed Modification, for example should Panel be used for both the pre-modification and assessment process as there is wasn't a Governance Workgroup.

SM suggested that it should be a Panel issue and managed by them as they were directly impacted by this modification and it was unlikely that other parties would have an interest. AP agreed with this approach. It was agreed to be added to the agenda for the June meeting as a pre engagement item.

206.13 Conclusion of Meeting and agreed Date of Next Meeting(s)

10:30, Thursday 15 June 2017, at Elexon

Action Table (18 May 2017)

| Action Ref | Meeting Date | Minute Ref | Action | Owner | Status Update |
|------------|--------------|------------|--|--------------------------|---------------|
| PAN0102 | 16/02/17 | 202.11 (a) | Consider potential Safety Case impacts of Modifications 0571 and consult with the HSE and 0571A and provide a report by the May meeting. | Scotia Gas Networks (HC) | Closed |
| | | | | | |