

UNC Modification Panel Meeting 306 – Post Panel Summary

20 April 2023

Link to event page on web: <https://www.gasgovernance.co.uk/panel/200423>

Agenda Item	Determination	Outcome
Urgent Modifications		
None		
Variation Requests		
None		
Final Modification Reports		
None		
Workgroup Updates		
<p>0828R - Introduction of an Independent Shrinkage Expert https://www.gasgovernance.co.uk/0828 David Morley, OVO Energy To lower greenhouse gas emissions, increase the robustness of RIIO-GD2 incentivisation, and reduce end-consumer costs. Panel is requested to investigate the introduction of a new role to the UNC: the Independent Shrinkage Expert (ISE). The request should also investigate what activities the ISE would be responsible for such as the production of the Shrinkage and Leakage</p>	<ul style="list-style-type: none"> Update on 0828R as a result of New Modification 0843 	<ul style="list-style-type: none"> Request withdrawn by Proposer

<p>Model (SLM), how the National Leakage Tests (NLT) are updated/replaces through innovation, including development of principles of impartiality, emissions reduction, and with the aim of identifying best outcomes for end-consumers.</p>		
<p>Workgroup Reports for Consideration</p>		
<p>0834 – Inclusion of the “Process for the Update and Retention of Shared Site Drawings” as a Subsidiary Document within the Offtake Arrangements Document</p> <p>https://www.gasgovernance.co.uk/0834</p> <p>Stephen Ruane, National Gas Transmission</p> <p>This Modification would add the “Process for the Update and Retention of Shared Site Drawings” to the list of Offtake Subsidiary Documents set out in Section N of the Offtake Arrangements Document. This will allow for uniformity of approach to the management of shared drawings and provide an appropriate governance framework around any future changes.</p>	<ul style="list-style-type: none"> • Should this Modification be issued for Consultation closing and be considered at the May 2023 Panel? 	<ul style="list-style-type: none"> • Panel determined this Modification should proceed to Consultation.
<p>Consider New – Non-Urgent Modifications</p>		
<p>0842 – Gas Entry onto the Total system via an Independent Gas Transporter</p> <p>https://www.gasgovernance.co.uk/0842</p> <p>David Mitchell, SGN</p> <p>This Modification will facilitate gas flow into the Total System via an Independent Gas Transporters (IGT) pipeline.</p>	<ul style="list-style-type: none"> • Are there any Cross Code Impacts (IGT UNC)? • Does this Modification meet the Self-Governance Criteria? • Should this Modification be issued to Workgroup with a report to be presented to the August 2023? 	<ul style="list-style-type: none"> • Cross Code impacts. • Does not meet the Self-Governance criteria. • Issued to Workgroup with a Report to be presented to the August 2023 Panel.

<p>0843 – Establishing the Independent Shrinkage Charge and the Independent Shrinkage Expert https://www.gasgovernance.co.uk/0843 David Morley, OVO Energy To incentivise the reduction of greenhouse gas emissions and customer bills, this Modification introduces the role of the Independent Shrinkage Expert (ISE) who will establish:</p> <ul style="list-style-type: none"> • the Independent Shrinkage Model (ISM), • the Independent Shrinkage Model Methodology (ISMM), • the Independent Shrinkage Multiplication Factor (ISMF), and • the Independent Shrinkage Charge (ISC). 	<ul style="list-style-type: none"> • Are there any Cross Code Impacts (IGT UNC)? • Does this Modification meet the Self-Governance Criteria? • Should this Modification be issued to Workgroup with a report to be presented to the July 2023? 	<ul style="list-style-type: none"> • Cross Code impacts. • Does not meet the Self-Governance criteria. • Issued to Workgroup with a Report to be presented to the July 2023 Panel.
<p>0844 – Enabling Direct Contractual Arrangements with Consumers for Demand Side Response https://www.gasgovernance.co.uk/0844 Phil Hobbins, National Gas Transmission The purpose of this Modification is to expand the scope of the Demand Side Response (DSR) arrangements (as set out in the UNC) to enable the establishment of direct contractual arrangements between National Gas Transmission (NGT) and individual Consumers for the voluntary reduction of their gas demand.</p>	<ul style="list-style-type: none"> • Are there any Cross Code Impacts (IGT UNC)? • Does this Modification meet the Self-Governance Criteria? • Should this Modification be issued to Workgroup with a report to be presented to the June 2023? 	<ul style="list-style-type: none"> • Cross Code impacts. • Does not meet the Self-Governance criteria. • Issued to Workgroup with a Report to be presented to the June 2023 Panel.
<p>0845 – Enhancements to Demand Side Response (DSR) Arrangements including a D-5 Product</p>	<ul style="list-style-type: none"> • Are there any Cross Code Impacts (IGT UNC)? 	<ul style="list-style-type: none"> • Cross Code impacts. • Does not meet the Self-Governance criteria.

<p>https://www.gasgovernance.co.uk/0845</p> <p>Phil Hobbins, National Gas Transmission</p> <p>This Modification, raised as an output from Request 0835R, seeks to:</p> <ul style="list-style-type: none"> • Extend eligibility to participate in gas DSR to Class 2 Consumers; • Amend the determination of the quantity of demand reduction under a DSR Option; • Enable DSR Option Offers to specify a maximum number of days on which the DSR Option could be exercised and incorporate this into the NGT assessment process for DSR Options; • Clarify the obligations of a User if a DSR Option is exercised; • Provide greater optionality for Users and Consumers in the DSR Options tender process; <p>and</p> <ul style="list-style-type: none"> • Enable National Gas Transmission (NGT) to procure DSR Options that may be exercised with a 5-day lead-time 	<ul style="list-style-type: none"> • Does this Modification meet the Self-Governance Criteria? • Should this Modification be issued to Workgroup with a report to be presented to the June 2023? 	<ul style="list-style-type: none"> • Issued to Workgroup with a Report to be presented to the June 2023 Panel.
<p>Existing Modifications for re-Consideration</p>		
<p>Review of Modifications awaiting Ofgem Decision</p>	<p>https://www.ofgem.gov.uk/publications/code-modificationmodification-proposals-ofgem-decision-expected-publication-dates-timetable</p>	
<p>Modification Reporting</p>		

Workgroup Report Dates		
0836S - Resolution of Missing Messages following Central Switching Service implementation and integration with REC Change R0067	<ul style="list-style-type: none"> Does Panel approve a 3 Month Extension to August 2023? 	<ul style="list-style-type: none"> Extension approved
0841 - Introduction of cost efficiency and transparency requirements for the CDSP Budget, and revisions to DSC change processes	<ul style="list-style-type: none"> Does Panel approve a 1 Month Extension to July 2023? 	<ul style="list-style-type: none"> Extension approved
Legal Text Requests		
0808 – Reverse Compression	<ul style="list-style-type: none"> Legal Text Request 	<ul style="list-style-type: none"> Text Request Accepted
0839 - Revision of the Modification Panel Membership Cessation Provisions	<ul style="list-style-type: none"> Legal Text Request 	<ul style="list-style-type: none"> Text Request Accepted
AOB		
a) Volume of FMRs for July’s Panel meeting	<ul style="list-style-type: none"> Panel to discuss 	<ul style="list-style-type: none"> Discussion took place
b) Annual Modification Panel Report – Committee Opinions	<ul style="list-style-type: none"> Panel to discuss 	<ul style="list-style-type: none"> Discussion took place
To follow immediately after the UNC Modification Panel Meeting		
UNC Committee (UNCC) Matters		
a) AUG Statement & Table	<ul style="list-style-type: none"> UNCC to approve 	<ul style="list-style-type: none"> Approved