

## Workgroup Terms of Reference

### 0527 - Implementation of Annual Quantity arrangements (Project Nexus transitional modification)

**Date referred from Panel:** 19 February 2015

#### Background – Why Change?

Please refer to [www.gasgovernance.co.uk/0527](http://www.gasgovernance.co.uk/0527)

#### Solution

It is proposed that the UNC sets out the arrangements necessary to migrate from the existing UNC Annual Quantity (AQ) 'backstop' calculation arrangements to those to be implemented under Modification 0432 - Project Nexus – Gas Demand Estimation, Allocation, Settlement and Reconciliation reform. Transitional terms are required to ensure that only appropriate source data are used for the purposes of AQ derivation under the new 'rolling' AQ arrangements in circumstances where such data exists prior to the Project Nexus Implementation Date.

#### Topics for Discussion

- Understanding the objective
- Assessment of alternative means to achieve objective
- Development of Solution (including business rules if appropriate)
- Assessment of potential impacts of the modification
- Assessment of implementation costs
- Assessment of legal text.

#### Outputs

Produce a Workgroup Report for submission to the Modification Panel, containing the assessment and recommendations of the Workgroup.

#### Composition of Workgroup

The Workgroup is open to any party that wishes to attend or participate.

A Workgroup meeting will be quorate provided at least two Transporter and two User representatives are present.

#### Meeting Arrangements

Meetings will be administered by the Joint Office and conducted in accordance with the Code Administration Code of Practice