

Workgroup Terms of Reference

0571 - Application of Ratchets Charges to Class 1 Supply Points Only **0571A - Application of Ratchets Charges to Class 1 Supply Points and Class 2 with an AQ above 73,200kWhs**

Date referred from Panel: 21 January 2016

Background – Why Change?

Please refer to <http://www.gasgovernance.co.uk/0571>

Solution

0571 - It is proposed with the introduction of 4 new classes of Supply Points under Project Nexus and the wider availability of daily read sites with lower AQt, that the application of Ratchets Charges is limited to Class 1 Supply Points.

0571A – It is proposed that Ratchets Charges should only apply to Class 1 and Class 2 Supply Points with an annual AQ that exceeds 73,200 kWhs.

Topics for Discussion

- Understanding the objective
- Consider if any Class 2 sites should be included
- 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.
- Consideration and justification for potential discrimination based on Class, AQ or meter reading frequency

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