

Workgroup Terms of Reference

0592S –Separation of National Grid Transmission and Distribution owned networks - Transitional invoicing arrangements

Date referred from Panel: 21 July 2016

Background – Why Change?

Please refer to www.gasgovernance.co.uk/0592

Solution

It is proposed to make changes to the Modification of the UNC as follows:

- to allow NGG to issue Transportation Charge invoices in respect of NGGD's networks for an interim period and for NGGD to appoint NGG as its trustee and paying agent for the purposes of those Transportation Charges invoiced by NGG and which relate to the NGGD owned distribution networks;
- to establish the period during which the transitional invoicing arrangements will apply;
- to make some consequential transitional rules in relation to TPD Section S; and
- to make some consequential transitional rules in relation to TPD Section V.

Note: the legal text provided for this Modification is contingent upon implementation of UNC Modifications 0582S and 0585.

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.
- Question from Panel to the Workgroup:- Panel requested to make a recommendation on Self-Governance, with a clear explanation of the material effect.

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