

Summary of Panel / UNCC Outcomes from Thursday 18 July 2019

Agenda Item	Outcome
New Modifications	
0697S - Further Realising the Benefit of the Data Permissions Matrix and UNC Consistency Review http://www.gasgovernance.co.uk/0697	<ul style="list-style-type: none"> ▪ Deferred for further consideration at 15 August Panel 2019.
0698S – Improvements to Margins Notice Arrangements http://www.gasgovernance.co.uk/0698	<ul style="list-style-type: none"> ▪ This Modification will follow self-governance procedures. ▪ This Modification has been submitted straight consultation. ▪ Modification report to be presented to 15 August 2019 Modification Panel.
0699 - Incentivise Key Areas of Performance using additional UIG Charges http://www.gasgovernance.co.uk/0699	<ul style="list-style-type: none"> ▪ This Modification will proceed under Authority Direction. ▪ This Modification will be considered within the Distribution workgroup on 25 July 2019. ▪ Initial representations for consideration at workgroup are requested no later than 08 August 2019. ▪ Workgroup report to be presented by 16 January 2020 Modification Panel.
Workgroup Reports	
0662 –Revenue Recovery at Combined ASEPs http://www.gasgovernance.co.uk/0662	<ul style="list-style-type: none"> ▪ Panel determined that this Modification be returned to the 01 August 2019 Transmission workgroup for further assessment. ▪ A Report is to be presented by 17 October 2019 Modification Panel.
0664 – Transfer of Sites with Low Read Submission Performance from Class 2 and 3 into Class 4 http://www.gasgovernance.co.uk/0664	<ul style="list-style-type: none"> ▪ Panel determined that this Modification be returned to the 23 July 2019 UIG workgroup for further assessment, ▪ A Report is to be presented by 19 December 2019 Modification Panel.
0669R – Review of the Gas Deficit Warning (GDW) and Margins Notice (MN) Arrangements http://www.gasgovernance.co.uk/0669	<ul style="list-style-type: none"> ▪ Panel determined that this Request be returned to the 01 August 2019 Transmission workgroup for further assessment. ▪ A Report is to be presented by 15 August 2019 Modification Panel.
0672 - Measure and Reporting Product Class 4 Read Performance http://www.gasgovernance.co.uk/0672	<ul style="list-style-type: none"> ▪ Panel determined that this Modification be returned to the UIG workgroup on 23 July 2019 for further assessment. ▪ A Report is to be presented by 19 September 2019 Modification Panel.

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<p>0696 - Addressing inequities between Capacity booking under the UNC and arrangements set out in relevant NExAs</p> <p>http://www.gasgovernance.co.uk/0696</p>	<ul style="list-style-type: none"> ▪ Panel determined that this Modification be returned to the Distribution workgroup on 25 July 2019 for further assessment. ▪ A Report is to be presented by 15 August 2019 Modification Panel.
Final Modification Reports	
<p>0680S –UNC Changes as a Consequence of ‘no deal’ United Kingdom Exit from the European Union</p> <p>http://www.gasgovernance.co.uk/0680</p>	<ul style="list-style-type: none"> ▪ Deferred for further consideration at 15 August 2019 Panel.
<p>0681S –Improvements to the quality of the Conversion Factor values held on the Supply Point Register</p> <p>http://www.gasgovernance.co.uk/0681</p>	<ul style="list-style-type: none"> ▪ No new issues were identified. ▪ Implementation was unanimously supported. ▪ To be implemented (self-governance at 05.00 on a date be determined).
<p>0682 –Market Participant MDD Migration to UNC Governance from the SPAA</p> <p>http://www.gasgovernance.co.uk/0682</p>	<ul style="list-style-type: none"> ▪ No new issues were identified. ▪ Panel recommended 0682 was suitable for implementation by a majority vote (13 out of 13). ▪ Awaiting Ofgem decision.
AOB	
<p>Statement of Modification Panel Member Behaviour</p>	<ul style="list-style-type: none"> ▪ Rebecca Hailes (RH) thanked all the Panel Members for providing a statement of Modification Panel Member Behaviour. ▪ RH noted that all the Alternates were also required to provide one, and some of these were still outstanding.
<p>Panel Member Alternates</p>	<ul style="list-style-type: none"> ▪ Bob Fletcher (BF) confirmed that all the members had now been written to regarding their nominated alternate.
<p>Modification 0678 and alternatives - Ofgem Update</p>	<ul style="list-style-type: none"> ▪ Richard Pomroy (RP), Panel Member stated that on 01 August 2019 National Grid has to publish Exit Capacity charges. He had requested clarification from Ofgem as to whether they will be making a decision before 01 August 2019. ▪ Liam King (LK), Ofgem representative stated that it was unlikely that a decision would be made by 01 August 2019, given the steps which are likely to be carried out in order to do so. ▪ Ofgem confirmed that consultants are being appointed to support the analysis to go into the

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	<p>impact assessment. He further clarified that Ofgem had not yet finished the procurement process for these external consultants.</p> <ul style="list-style-type: none"> ▪ Alongside the work to develop the impact assessment, Ofgem is considering the TAR NC compliance of the submitted Modifications. Based on this work Ofgem may, if appropriate, consult on a 'minded to' decision or other appropriate output. ▪ Panel Members noted that the process should not be rushed given the scale of the impact. ▪ Panel Members requested a timetable for the decision-making process and a progress update at Panel from Ofgem each month going forward until a decision is made. ▪ LK recognised the importance of the issue to industry and agreed to give an offline update to Panel on progress.
<p>Impacts to UNC of CSS Detailed Design (SM/DA)</p>	<ul style="list-style-type: none"> ▪ David Addison (DA) confirmed that any issues which would impact the UNC, identified in CSS detailed design would be highlighted to UNC Modification Panel. ▪ DA invited Panel to confirm whether they would appreciate further updates or whether updates should go to another group. ▪ DA stated the purpose of the updates would be to identify issues in detailed design that impact the UNC drafting so that Panel may take appropriate action. ▪ Richard Pomroy (RP) suggested and Panel Members agreed that it would be more appropriate to discuss this topic in Distribution Workgroup as a standing agenda item from 22 July 2019. ▪ Panel Members noted that Transporters have an obligation to provide updates to the text but would be interested to hear where Parties feel updates should be made. ▪ Panel noted that Review Workgroup 0630R was closed at the June 2019 Panel.
<p>Enabling large scale utilisation of Class 3</p>	<ul style="list-style-type: none"> ▪ A draft modification has been written and to be raised by Steve Mulinganie, Gazprom. ▪ Liam King (LK), Ofgem representative highlighted that Ofgem would like a view from Panel on Urgency whilst noting that the Modification has not yet been formally raised. ▪ Penny Garner (PG) reminded Panel that the issue had been raised at the June Panel by Sian Jones (SJ) of Xoserve and further clarified that the Modification has been through the Joint Office critical friend process, before being returned to the Proposer for final editing. It is expected to be raised imminently. ▪ David Addison (DA) gave a presentation

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	<p>based on slides developed for the Xoserve-led workshop held on Friday 12 July 2019 and which are available here: http://www.gasgovernance.co.uk/panel/180719</p> <ul style="list-style-type: none"> ▪ The issue of unexpected large-scale migration to Class 3 following publication of the AUG table for 2019/20 and the resulting unforeseen consequences was explored, including the impact on capacity risk to industry systems. ▪ The number of Class 3 sites in February 2019 was 100,000 and rose quickly to 160,000 by early July 2019. ▪ DA clarified that the Modification was envisaged to include enduring arrangements; moves to introduce SAP HANA and other mitigations are also expected to be brought forward. ▪ Panel Members asked for clarification as to whether this was in effect a change in the definition of Class 3. ▪ DA further explained how the Modification was expected to work in practice. DA also confirmed the systems are intended to be in place for 01 October 2019. ▪ Panel Members noted that they could not consider whether the draft Modification be granted urgent status, since it has not been presented yet, but when they were asked whether the issue warranted an urgent Modification; all Panel Members agreed that it did.
CACoP	<ul style="list-style-type: none"> ▪ After attending the CACOP Engagement Event on 16 July 2019, Tracey Saunders (TS) encouraged UNC Modification Panel Members to support CACOP activities through the Joint Office, who represent the UNC on the CACOP body.
UNC Committee (UNCC) Matters	
There were no UNCC matters	<ul style="list-style-type: none"> ▪ Not applicable