



Consideration of Final AUG Table of UIG Weighting Factors for 2023/24

UNCC 20 April 2023

Objective of UNCC Today

- Fulfil the Committee's UNC obligation to consider the final AUG Table of UIG Weighting Factors for Gas Year 2023/24
- UNC E9.4.3: In respect of each AUG Year:
 - (g) such steps as are set out in the **AUG Document** shall be taken in relation to the proposed AUG Table, following which the AUG Expert shall submit a final AUG Table to the Committee for approval;
 - (h) the Committee shall approve the final AUG Table submitted by the AUG Expert pursuant to paragraph (g) **unless by unanimous resolution** the Committee determines:
 - (i) **to approve a modified AUG Table**; or
 - (ii) **to require any further iteration of any steps as referred to in paragraph (g)**, in which case paragraph (g) and this paragraph (h) shall further apply;
 - (i) the Committee shall publish the AUG Table approved in accordance with paragraph (h);

i.e. the AUG Framework Document

Contents

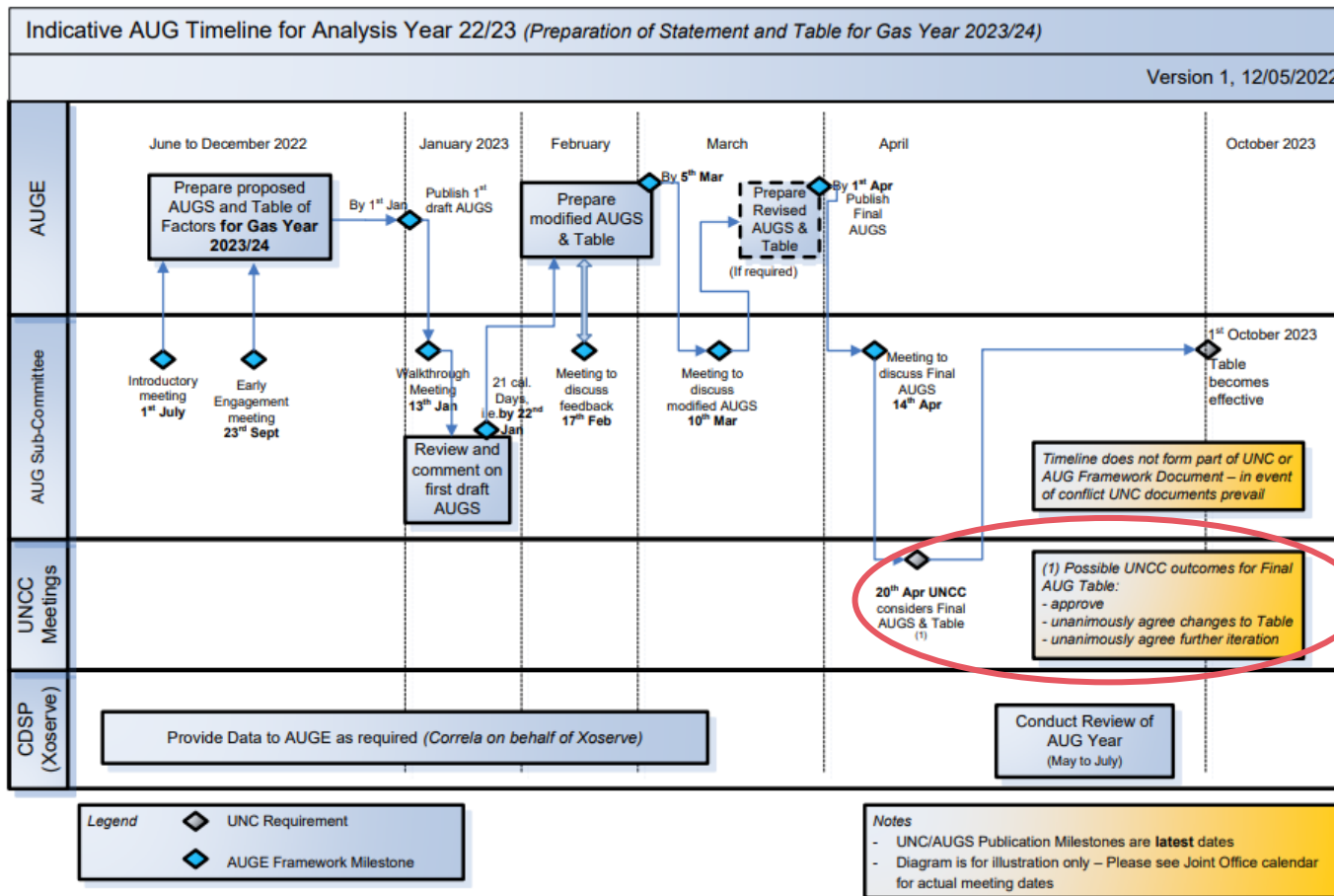
- Slides 4 to 6 – background, overview of timeline and process followed
- Slide 7 – Recap of inflight Mods affecting UIG sharing
- Slide 8 – overview of voting
- Slide 9 – Proposed timetable for Review of the AUG Year

Background

- AUG Expert defines a Methodology (an AUG Statement – “AUGS”) to determine weighting factors to be used for distribution of daily UIG (and not a total UG quantity)
- Rules set out in UNC E9
- AUGE does not set or determine the daily level of UIG
- Detailed process steps in UNC Related Document (the “Framework”) <https://www.gasgovernance.co.uk/tpddocs>
- Fifth year of operation of the revised process (as developed in Review Group 0639)
- Third year of outputs of new AUGE (appointed in June 2020)

Timeline for 2022/23 Service

(Development of Statement and Table for Gas Year 2023/24)



Key Milestones for 2022/23 Process

(Development of Statement and Table for Gas Year 2023/24)

Milestone	Status
Introductory meeting in June/July	Held 1 July
Early engagement meeting in Sept/Oct	Held 23 September
Publish first draft AUGS and Table by 31 December	Published 29 December
First draft AUGS Walkthrough – target 15 Jan	Held 13 January 2022
Review of draft AUGS feedback meeting – target 15 Feb	Held 17 February
Walkthrough of revised draft AUGS and Table – target 12 March	Held 10 March
Publish Final AUGS and Table by 31 March	Published 31 March
Walkthrough of Final AUGS and Table - target 5 days prior to April UNCC	Scheduled for 14 April

All meeting material on Joint Office AUG Sub-Committee pages: <https://www.gasgovernance.co.uk/aug>

Impacts of In-Flight UNC Modifications

No.	Title	Status	Impact on Gas Year 2023/24 Statement and Table
0831	Allocation of LDZ UIG to Shippers Based on a Straight Throughput Method	In Workgroup	None – 0831 proposes flat sharing of UIG from 01 October 2024 (earliest)
0831A	Allocation of LDZ UIG to Shippers (Class 3 and 4) Based on a Straight Throughput Method	In Workgroup	The AUGE's Table would cease to apply from implementation (at least 3 months after date of Approval), replaced with flat sharing to Classes 3 and 4 only
0840 Urgent	Equalisation of prepayment and non-prepayment AUG factors	With Ofgem	Would require the AUGE to recalculate pairs of Weighting Factors by Class and EUC to apply a single factor (e.g. EUC1ND & EUC1PD in Class 4). The Table would be re-published.

Options for April UNCC meeting

- Unanimously agree changes to Final AUG Table published 31 March <https://www.gasgovernance.co.uk/AUGStatement2324>
- Final Table is included in the AUG Statement – page 4 of the document
 - **Chair Question: “Does any party propose any changes to the Table?”** – if so, vote on the proposal – **requires unanimous agreement**
- Or:
- Unanimously agree a further iteration of one or more steps in the AUG Framework document
 - **Chair Question: “Does any party propose any such re-work?”** – if so, vote on the proposal – **requires unanimous agreement**
- **Otherwise the AUG Table is approved**
 - Becomes effective 1 October 2023

Annual Review of the AUG Year

- AUG Framework includes a CDSP obligation to consult industry on “*activities and performance of the AUG Expert and industry for the creation of the AUG Statement and Table*” and produce a report the Committee
- Proposed timetable for review of 2022/23 process:
 - Launch review at May UNCC and issue request for Feedback via Joint Office mailing list: **18 May**
 - Closing date for feedback (3 weeks): **9 June**
 - Present completed report at UNCC: **20 July**

xserve