



# Consideration of Final AUG Table of UIG Weighting Factors for 2024/25

UNCC 18 April 2024

{ Draft for Information Only at  
April AUG Sub-Committee }

# Background

- These slides provided as a preview for AUG S-C to recap on the process set out in UNC E9
- Request that meeting attendees brief their UNC Committee colleagues on what to expect
- Final version will be published for UNCC in line with papers deadlines

# Objective of UNCC Approval

- Fulfil the Committee's UNC obligation to consider the final AUG Table of UIG Weighting Factors
- 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*

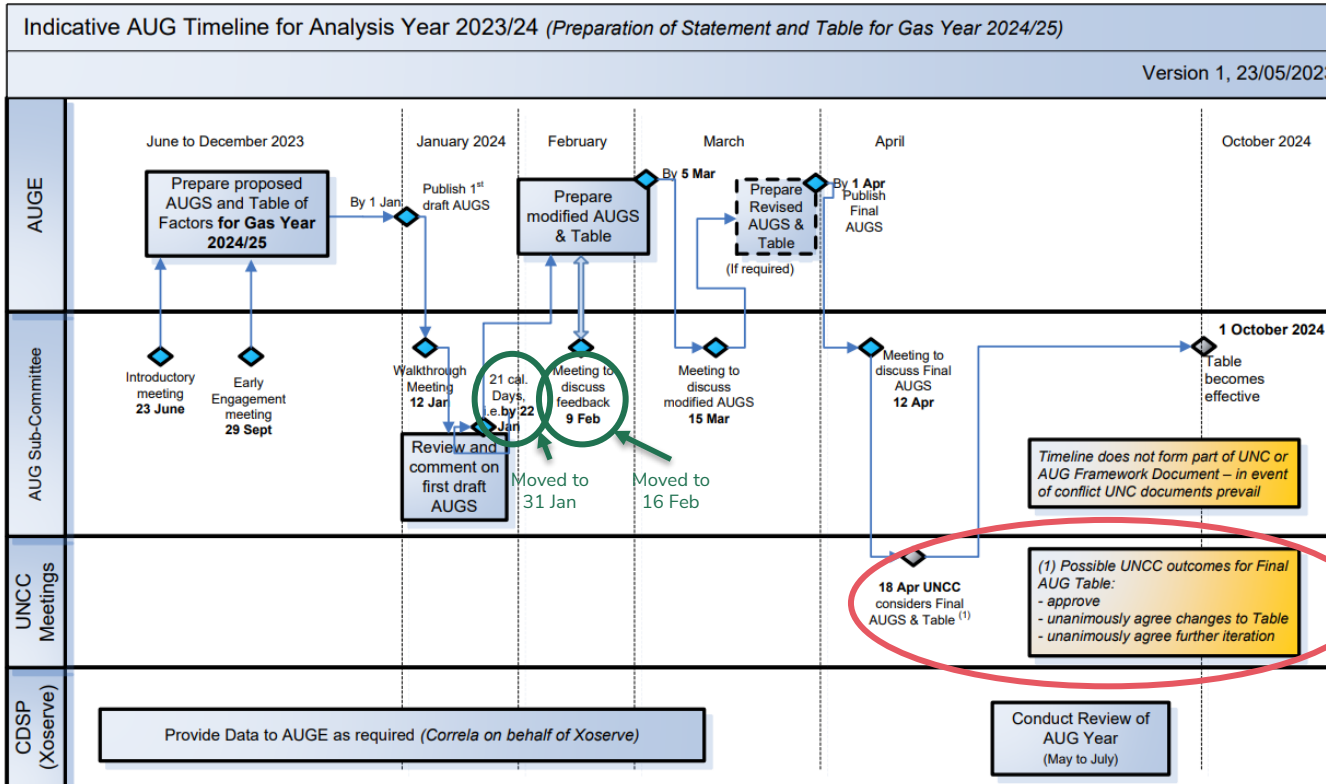
- Slides [5 to 8] – background, overview of timeline and process followed, in-flight UNC Modifications
- Slide [9] – overview of voting
- Slide [11] – Proposed timetable Review of the AUG Year

- AUG Expert defines a Methodology (an AUG Statement – “AUGS”) to determine weighting factors to be used for distribution of daily UIG rather than 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>
- Sixth year of operation of the revised process (as developed in Review Group 0639)
- Fourth year of outputs of new AUGE (appointed in June 2020)

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# Timeline for 2023/24 Service

(Development of Statement and Table for Gas Year 2024/25)



Legend

- ◆ UNC Requirement
- ◆ AUGE Framework Milestone

Notes

- UNC/AUGS Publication Milestones are latest dates
- Diagram is for illustration only – Please see Joint Office calendar for actual meeting dates

2 dates moved back (for this year only) to allow for Ofgem's decision on Mod 0831/A

# Key Milestones for 2023/24 Process

(Development of Statement and Table for Gas Year 2024/25)

Milestone	Status
Introductory meeting in June/July	Held 23 June
Early engagement meeting in Sept/Oct	Held 29 September
Publish first draft AUGS and Table by 31 December	Published 29 December
First draft AUGS Walkthrough – target 15 Jan	Held 12 January 2022
Review of draft AUGS feedback meeting – target 15 Feb	Held 16 February
Walkthrough of revised draft AUGS and Table – target 12 March	Held 15 March
Publish Final AUGS and Table by 31 March	Published 28 March
Walkthrough of Final AUGS and Table - target 5 days prior to April UNCC	Scheduled for 12 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 2024/25 Statement and Table
0831/ 0831A	Allocation of LDZ UIG to Shippers Based on a Straight Throughput Method Allocation of LDZ UIG to Shippers (Class 3 and 4) Based on a Straight Throughput Method	Both rejected by Ofgem	None – Modification rejected (would have removed the need for an AUGS to develop a Table each year)
0862	Amendments to the current Unidentified Gas Reconciliation Period arrangements	In Workgroup	Would remove the current 12-month UIG reconciliation “pot” and instead would share UIG back over the effective periods of all the underlying meter point reconciliations – no change required to any AUGS Table as the new process would use the relevant historic UIG Weighting Factors for the reconciliation months
0868	Change to the current Allocation of Unidentified Gas Statement frequency	In Workgroup	None for 2024/25. A future AUGS Table may need to apply for two or more years as part of the transition to a [3-year] AUG cycle



# Options for April UNCC meeting

- Unanimously agree changes to Final AUG Table published 28 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 2025

## Next Steps (following AUG Sub-Committee)

- Request that AUG S-C meeting attendees brief their UNC Committee colleagues on what to expect at April UNCC
- Following UNCC the CDSP initiates the “Review of the AUG Year” – next slide

# 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 2023/24 process:
  - Launch review at May UNCC and issue request for Feedback via Joint Office mailing list: **16 May**
  - Closing date for feedback (3 weeks): **7 June**
  - Present completed report at UNCC: **18 July**

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