

UNC Workgroup 0669R Minutes
Review of the Gas Deficit Warning (GDW) and Margins Notice (MN)
Arrangements
Thursday 07 March 2019
at Elexon, 350 Euston Road, London NW1 3AW

Attendees

Bob Fletcher (Chair)	(BF)	Joint Office
Karen Visgarda (Secretary)	(KV)	Joint Office
Adam Bates	(AB)	South Hook Gas
Andrew Pearce	(AP)	BP
Angharad Williams	(AW)	National Grid NTS
Anna Shrigley	(ASh)	Eni Trading & Shipping
Bethan Winter	(BW)	Wales & West Utilities
Bill Reed	(BR)	RWE Supply & Trading GmbH
Chris Wright	(CR)	Exxon Mobil
Gareth Evans	(GE)	Waters Wye Associates
Graham Jack	(GJ)	Centrica
Jeff Chandler	(JC)	SSE
Julie Cox*	(JCx)	Energy UK
Kirsty Ingham*	(KI)	ESB
Lea Slokar	(LS)	Ofgem
Malcolm Montgomery	(MM)	National Grid NTS
Mark Carolan*	(MC)	Ofgem
Paul Orsler	(PO)	Xoserve
Phil Hobbins	(PH)	National Grid NTS
Phil Lucas	(PL)	National Grid NTS
Richard Fairholme*	(RF)	Uniper
Richard Pomroy	(RP)	Wales & West Utilities
Steve Britton	(SB)	Cornwall Insight
Terry Burke	(TB)	Equinor

*via teleconference

Copies of all papers are available at: <http://www.gasgovernance.co.uk/669/070319>

1. Introduction and Status Review

1.1. Approval of Minutes (21 January 2019)

The minutes of the previous meeting were approved.

2. Review of Outstanding Actions

Action 1201: National Grid NTS, Angharad Williams (AW) to supply further information regarding the balancing charges and neutrality position for that week and the day in question.

Update: This action was requested to be carried forward. **Carried forward.**

Deleted: including the specific NG trades on that day

Commented [WA2]: Believe this was suggested for closure at the March 2019 Transmission Workgroup, but we are happy to share this information again at the April Workgroup is required.

Action 0101: *Reference G.A.S Reporting Enhancements* - National Grid NTS (AW/PH) to discuss the various points put forward by the Workgroup with the Terminal Operators and provide feedback at the 07 March 2019 Workgroup meeting.

Update: AW provided documentation on G.A.S Reporting Enhancements and it was agreed this action could now be closed. **Closed**

Action 0102: *Reference Non-Storage Supply Review Process Enhancements* - National Grid NTS (AW) to consider the development and introduction of suitable notification mechanisms and the associated 'trigger' items where changes to the NSS figures are required.

Update: AW discussed the notification mechanisms and it was agreed this action could then be closed. **Closed**

Action 0103: *Reference Transparency on the National Grid Website* - National Grid NTS (AW) to provide feedback on the development and rollout of the collaborative web site facility at the 07 March 2019 Workgroup meeting.

Update: AW presented an update on the transparency on the National Grid Website and it was agreed this action could now be closed. **Closed**

Action 0104: *Reference Potential Gas Deficit Warning Name Change* - National Grid NTS (AW) to provide assurance that any proposed name change satisfies EU regulatory requirements.

Update: AW explained how the Gas Deficit Warning name change would not impact EU regulatory requirements, and it was agreed this action could then be closed. **Closed**

Deleted: the reasoning for the change of

Action 0105: *Reference (draft) Request Workgroup Report development* - National Grid NTS (AW) to invite Glenn Bryn-Jacobsen of National Grid to provide an update at the 07 March 2019 Workgroup meeting.

Update: This action was requested to be carried forward. **Carried forward**

Action 0106: *Reference (draft) Request Workgroup Report development* - National Grid NTS (AW) to discuss the additional areas requested by the Workgroup with Terminal Operators and provide a view as to whether or not, these would have made a difference to the 01 March 2018 emergency event approach.

Commented [WA3]: Wording does not reflect changes to action made before the workgroup, should be: "National Grid NTS (AW) to provide a view as to whether or not the additional areas requested by the Workgroup would have made a difference to the 01 March 2018 emergency event approach."

Update: AB noted that there was a misunderstanding that capacity would be available at LNG sites but this was dependant on other factors such as temperature of the liquified gas which would impact how the site operated. This action was requested to be carried forward.

Carried forward

3. Review of Amended Request Proposal

Angharad Williams (AW) presented the National Grid NTS proposal for a more dynamic and transparent calculation of Non-Storage Supply assumption. She explained that the UKCS and Norway were monthly calculations, and that the proposed interconnectors and LNG calculations would be updated on a daily basis according to a pre-defined rule.

Deleted: said

Commented [WA4]: This is not currently a daily process, but we are proposing to make it one.

Deleted: were

A general discussion took place and the consensus was this would be a positive change and Terry Burke (TB) said his preference was for the interconnectors to use the D-1 nominations, however he wanted to know what the cut off time would be. Graham Jack (GJ) wanted to know why the within day nominations could not be used. Phil Hobbins (PH) explained that this was because the NSS feeds Margins Notice, was a day ahead process. PH also said that potentially National Grid NTS had proposed an LNG methodology, which was similar to storage, given the similarities of operation.

Adam Bates (AB) felt that this proposal was not that simple, regarding the LNG in the tanks as it would depend on when the next delivery was due and there would be a possible gas warming in the tanks should offtake rates be exceeded and that this would need to be taken into consideration. He agreed to investigate this area in more depth.

A further general discussion took place and it was agreed that it was best to base on D-1 nominations, as the IC's would be the best assumption, PH agreed to investigate this area further internally.

New Action 0301: South Hook Gas (AB) to discuss the LNG stocks in the tanks with the operations team in relation to D-1 nominations process and how this would work.

A lengthy and protracted discussion took place regarding the Margins Notice Trigger and Bill Reed (BR) requested that this should be published on a prominent part of the National Grid NTS website. AW confirmed that this would be considered as part of the project to improve transparency on the National Grid website (as per action 0103).

Deleted: and

Deleted: agreed to investigate if this possible

4. Development /Completion of Request Workgroup Report

AW said that for the next meeting she will present more in-depth analysis in order to include this information within the Modification and enable Legal Text to be produced, for submission to the May Panel.

5. Next Steps

The following key points are noted, as follows:

- Consider outstanding action updates, and
- Complete the Request Workgroup Report.

6. Any Other Business

None.

7. Diary Planning

Further details of planned meetings are available at:

<https://www.gasgovernance.co.uk/events-calendar/month>

Time / Date	Venue	Workgroup Programme
10.00, Thursday 04 April 2019	Elaxon, 350 Euston Road, London NW1 3AW	Standard Agenda plus <ul style="list-style-type: none"> • Consideration of amended request • Development of Workgroup Report

Action Table (as at 07 March 2019)

Action Ref	Meeting Date	Minute Ref	Action	Owner	Status Update
1201	06/12/18	2.0	National Grid NTS, Angharad Williams (AW) to supply further information regarding the balancing charges and neutrality position for that week and the day in question, including the specific NG trades on that day.	National Grid NTS (AW)	Carried Forward

0101	21/01/19	3.	<i>Reference G.A.S Reporting Enhancements</i> - National Grid NTS (AW/PH) to discuss the various points put forward by the Workgroup with the Terminal Operators and provide feedback at the 07 March 2019 Workgroup meeting.	National Grid NTS (AW/PH)	Closed
0102	21/01/19	3.	<i>Reference Non-Storage Supply Review Process Enhancements</i> - National Grid NTS (AW) to consider the development and introduction of suitable notification mechanisms and the associated 'trigger' items where changes to the NSS figures are required.	National Grid NTS (AW)	Closed
0103	21/01/19	3.	<i>Reference Transparency on the National Grid Website</i> - National Grid NTS (AW) to provide feedback on the development and rollout of the collaborative web site facility at the 07 March 2019 Workgroup meeting.	National Grid NTS (AW)	Closed
0104	21/01/19	3.	<i>Reference Potential Gas Deficit Warning Name Change</i> - National Grid NTS (AW) to provide assurance that any proposed name change satisfies EU regulatory requirements.	National Grid NTS (AW)	Closed
0105	21/01/19	4.	<i>Reference (draft) Request Workgroup Report development</i> - National Grid NTS (AW) to invite Glenn Bryn-Jacobsen of National Grid to provide an update at the 07 March 2019 Workgroup meeting.	National Grid NTS (AW)	Carried forward
0106	21/01/19	4.	<i>Reference (draft) Request Workgroup Report development</i> - National Grid NTS (AW) to discuss the additional areas requested by the Workgroup with Terminal Operators and provide a view as to whether or not, these would have made a difference to the 01 March 2018 emergency event approach.	National Grid NTS (AW)	Carried forward
0301	07/0319	3.	South Hook Gas (AB) to discuss the LNG stocks in the tanks with the operations team in relation to D-1 nominations process and how this would work.	South Hook Gas (AB)	Carried forward

Commented [WA5]: As per earlier comment – this action wording does not reflect changes made prior to the workgroup meeting.