

UNC Workgroup 0701 Minutes Aligning Capacity booking under the UNC and arrangements set out in relevant NExAs

Thursday 27 February 2020

**at Radcliffe House, Blenheim Court, Warwick Road, Solihull, B91
2AA**

Attendees		
Alan Raper (Chair)	(AR)	Joint Office
Helen Bennett (Secretary)	(HB)	Joint Office
Alexander Mann*	(AM)	Gazprom Energy
Andy Clasper	(AC)	Cadent
Andrew Green*	(AG)	Total Gas & Power
Brandon Rodrigues*	(BR)	ESP
Carl Whitehouse*	(CW)	Shell Energy Retail Limited
David Addison	(DA)	Xoserve
David Mitchell	(DM)	SGN
Ellie Rogers	(ER)	Xoserve
Kirsty Dudley*	(KD)	E.ON
Lea Slokar*	(LS)	Ofgem
Lee Greenwood	(LGr)	British Gas
Liam Gallagher*	(LG)	BU-UK
Louise Hellyar*	(LH)	Total Gas & Power
Oorlagh Chapman*	(OC)	British Gas
Phil Lucas	(PL)	National Grid
Rebecca Cailes*	(RC)	BU-UK
Richard Pomroy	(RP)	Wales & West Utilities
Thomas Bourke*	(TB)	Ofgem
Tracey Saunders	(TS)	Northern Gas Networks
*via teleconference		

Copies of all papers are available at: www.gasgovernance.co.uk/0701/270220

The Workgroup Report is due to be presented at the UNC Modification Panel by 16 April 2020.

1.0 Introduction and Status Review

1.1. Approval of Minutes (23 January 2020)

The minutes from the 23 January 2020 were accepted.

1.2. Review of outstanding actions

Action 0101: Joint Office to publish the amended Modification (version 3.0).

Update: Version 3.0 is now published. **Closed**

2.0 Amended Modification

The Modification has not been amended since the last meeting.

3.0 Consideration of Business Rules

This was covered in the development of the Workgroup Report agenda item (5.0).

4.0 Review of Impacts and Costs

This was covered in the development of the Workgroup Report agenda item (5.0).

5.0 Development of the Workgroup Report

AR showed the Workgroup the current drafting of the Workgroup Report.

LS requested a Supplementary Report (similar to that produced for Modification 0696) be provided based on current process.

TS raised the concern that this could be setting a precedent of for future Modifications. In particular for the proposal the UNC Panel agreed the Modifications are alternatives and should be developed separately as they were significantly different in terms of solution.

How the two Modifications differ:

Modification 0696

To the extent to which a Consumer has entered into a bi-lateral Network Exit Agreement (NExA) with the relevant Transporter then any new or additional capacity charging should only apply from the relevant date set out in the NExA.

Modification 0701

To improve visibility of instances where a Consumer has entered into a bilateral Network Exit Agreement (NExA) with the relevant Transporter, and to link capacity increases with the NExA so that the allowed capacity does not exceed the capacity as agreed in the NExA .

LS clarified that both Modifications will be looked at in isolation and confirmed that it needs to be very clear what needs to change and how.

RP suggested referencing to the parts of code (G and J) that allow NExA and the ratchet process in B.4.

It was confirmed that, at UNC Panel, Ofgem said they will consider both Modifications at the same time.

AR referred to the Workgroup Report and suggested Workgroup review the current drafting to see if Ofgem's specific needs are covered. AR agreed to see if elements of the Modification 0696 Supplementary Report could be appended to this WGR to aid clarity in this specific instance.

Live amendments were made to the Workgroup Report based on Workgroup discussions, in particular the following sections:

- Solution: The square brackets have been removed
- Relevant Objectives: It was agreed that feedback is required from Workgroup participants. The Workgroup Report will be emailed to Workgroup for review and comment.
- Implementation: The Workgroup discussed at length how and when the solution would be implemented given the system changes identified in the associated XRN
- Legal Text: A full review of the Legal Text submitted was completed. DA suggested that a be change to the rules implemented by Modification 0665, (Changes to Ratchet Regime), could be required as the Class 2 Ratchet Charge is collared based upon the ratcheted supply point capacity. For Class 1 supply points the existing system logic would apply.
- Workgroup concluded that, for the Ratchet Charge, it should adhere to Modification 0665 but through discussion it was suggested that a further business rule may be required.

New Action 0201: *Central System Impacts:* DA to email TS explaining what his concerns are with the Legal Text.

New Action 0202: AR will publish the amended Workgroup Report and action Workgroup to review and comment.

New Action 0203: AR will publish the Legal Text and action Workgroup to review and comment.

It was confirmed that there is a need to include IGTs but a change to the IGT processes may not be required and Rebecca Cailes clarified an IGT Modification would need to be raised.

6.0 Next Steps

AR confirmed the next steps:

- Joint Office will publish the Workgroup Report and action Workgroup to review and comment.
- AR will publish the Legal Text and action Workgroup to review and comment.

7.0 Any Other Business

None.

8.0 Diary Planning

Further details of planned meetings are available at: <https://www.gasgovernance.co.uk/events-calendar/month>

Workgroup meetings will take place as follows:

Time / Date	Venue	Workgroup Programme
10:30, Thursday 26 March 2020	Elexon, 350 Euston Road, London NW1 3AW	Clear actions Further Review of legal text Finalise Workgroup Report

Action Table (as at 27 February 2020)

Action Ref	Meeting Date	Minute Ref	Action	Owner	Status Update
0101	23/01/20	2.0	Joint Office to publish the amended Modification (version 3.0).	Joint Office (HB)	Closed
0201	27/02/20	5.0	<i>Central System Impacts:</i> DA to email TS explaining what his concerns are with the Legal Text.	Xoserve (DA)	Pending
0202	27/02/20	5.0	AR will publish the amended Workgroup Report and action Workgroup to review and comment.	Joint Office	Pending
0203	27/02/20	5.0	Joint Office will publish the Legal Text and action Workgroup to review and comment.	Joint Office	Pending