

UNC Workgroup 0739 Minutes
Aggregate overrun regime for Original Capacity held at the Bacton ASEPs
Thursday 03 December 2020
via Microsoft Teams

Attendees		
Lorraine O'Shaughnessy (Chair)	(LOS)	Joint Office
Helen Bennett (Secretary)	(HB)	Joint Office
Adam Bates	(AB)	South Hook Gas
Alex Nield	(AN)	Storengy Ltd
Andrew Pearce	(AP)	BP
Angus Paxton	(APa)	AFRY
Anna Shrigley	(AS)	Eni Trading & Shipping
Anna Stankiewicz	(ASt)	National Grid
Bethan Winter	(BW)	Wales & West Utilities
Bill Reed	(BR)	RWE
Chris Wright	(CW)	Exxon Mobil
Daniel Hisgett	(Dhi)	National Grid
Debra Hawkin	(DH)	TPA Solutions Ltd
Emma Buckton	(EB)	Northern Gas Networks
Jeff Chandler	(JCh)	SSE
Jennifer Randall	(JR)	National Grid
John Costa	(JCo)	EDF Energy
Julie Cox	(JCx)	Energy UK
Leyon Joseph	(LJ)	SGN
Malcolm Montgomery	(MM)	National Grid
Nick Wye	(NW)	Waters Wye Associates
Nigel Bradbury	(NB)	EIUG
Pavanjit Dhesi	(PD)	Interconnector UK
Phil Hobbins	(PH)	National Grid
Phil Lucas	(PL)	National Grid
Ritchard Hewitt	(RH)	Hewitt Home and Energy Solutions
Richard Fairholme	(RF)	Uniper
Shiv Singh	(SS)	Cadent
Sinead Obeng	(SO)	Gazprom
Steven Britton	(SB)	Cornwall Insight
Terry Burke	(TB)	Equinor
Will Webster	(WW)	Oil & Gas UK

Copies of all papers are available at: www.gasgovernance.co.uk/0739/031220

The Workgroup Report is due to be presented at the UNC Modification Panel by 21 January 2021.

1.0 Introduction and Status Review

1.1. Approval of Minutes (05 November 2020)

The minutes were accepted.

1.2. Approval of Late Papers

Loraine O'Shaughnessy (LOS) confirmed that there were no late papers to approve, however noted that a revised modification has been amended and published and a Rough Order of Magnitude (ROM) response has been received from Xoserve.

1.3. Review of Outstanding Actions

Action 1101: Joint Office to request a Rough Order of Magnitude (ROM) from Xoserve.

Update: This has been requested and the ROM has been provided. **Closed**

2.0 Amended Modification

LOS confirmed the modification was amended on 13 November 2020 and invited Nick Wye (NW) to advise Workgroup of the amendments made.

NW advised an additional sentence has been added to the How section to explain that original capacity transferred after 01 November 2015 will not benefit from the Aggregate Overrun regime and the solution has been updated regarding the treatment of transferred capacity following feedback provided at previous Workgroup meetings. The change-marked amended modification can be viewed here: www.gasgovernance.co.uk/0739/.

Workgroup reviewed the ROM response from Xoserve, LOS advised this will be added to the Workgroup Report.

No further comments.

3.0 Issues and Questions from Panel

3.1. Workgroup to consider the benefits to Consumers and also quantify the potential Consumer cost impacts

This was covered within agenda item 7.0 with the Workgroup Report being updated accordingly.

4.0 Consideration of Business Rules

This will be covered on the agenda at the next meeting in January 2021.

5.0 Review of Impacts and Costs

This was covered within agenda item 7.0 with the Workgroup Report being updated accordingly.

6.0 Consideration of legal Text

LOS advised that as the modification solution is stable and approved by workgroup participants that Legal Text will be formally requested at the UNC panel in December. However, NW requested if a request could be made during the meeting to avoid any delay in getting this to Panel for January and to allow the proposer to review. LOS advised that once requested the Legal text provider has 15 days to provide.

New Action 1201: Joint Office to formerly request legal Text at the December UNC Panel.

This will be covered on the agenda at the next meeting in January 2021.

7.0 Development of Workgroup Report

LOS shared the current version of the Workgroup Report (v.0.1 dated 03 December 2020) and made live updates to the report as and when discussions took place.

NW advised, on behalf of the proposer, that impacts on the consumer could be positive through marginal reductions in the NBP price.

Ritchard Hewitt (RH) asked, if there was increased flow would that impact constraints at Bacton, Malcolm Montgomery (MM) advised it could decrease an Exit constraint and equally increase the risk of an Entry constraint. LOS captured this in the Workgroup Report.

Phil Hobbins (PH) and National Grid participants advised they are not able to assume what increased volumes of flows would occur in order to carry out this analysis. Some workgroup participants felt that this would allow capacity to be utilised more frequently.

Shiv Singh (SS) advised Cadent have a DN single-feed Offtake into the Network at Bacton, and if constraints are likely to increase, that would concern Cadent as this is a pressure controlled Offtake.

MM advised, from an Exit point of view, the concern raised related to Entry constraints, therefore, Cadent should not have any concerns as there would be no impact on Exit.

LOS confirmed she will work with NW on the Workgroup Report and publish the updated version in advance of the next meeting in January.

LOS confirmed that this Workgroup is still working towards a January 2021 submission to UNC Panel.

PH requested, in order to improve the efficiency of Workgroup Report updating in the meeting, that the current version of the Workgroup Report is published ahead of the meeting so that participants can review it and provide comments before the meeting which should avoid lots of typing in meeting. He also advised that SharePoint Online is now available and that Joint Office might want to look in to utilising that.

LOS thanked PH for his comment and advised that Joint Office do where possible publish a draft Workgroup report in advance of the meeting and further discussions is taking place on development of workgroup reports.

8.0 Next Steps

LOS confirmed that the next steps are to review the Legal Text and complete the Workgroup Report for UNC panel in January 2021

9.0 Any Other Business

None.

10.0 Diary Planning

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

Workgroup meetings will take place as follows:

Time / Date	Paper Publication Deadline	Venue	Programme
10:00 Thursday 07 January 2021	Monday 28 December 2020		Detail planned agenda items. <ul style="list-style-type: none"> • Review of Impacts and Costs • Review of Relevant Objectives • Consideration of Wider Industry Impacts • Consideration of Legal Text • Completion of Workgroup Report

Action Table (as at 03 December 2020)

Action Ref	Meeting Date	Minute Ref	Action	Owner	Status Update
1101	05/11/20	1.0	Joint Office to request a Rough Order of Magnitude from Xoserve.	Joint Office (LOS)	Closed
1201	03/12/20	6.0	Joint Office to formerly request legal Text at the December UNC Panel	Joint Office (LOS)	Pending