

NTS Charging Methodology Forum (NTSCMF) Minutes
Thursday 11 January 2018
at Elexon, 4th Floor, 350 Euston Road, London, NW1 3AW

Attendees

Rebecca Hailes (Chair)	(RH)	Joint Office
Helen Bennett (Secretary)	(HB)	Joint Office
Adam Bates	(AB)	National Grid NTS
Alexander (Sasha) Yankovskiy	(AY)	Gazprom
Andrew Pearce	(AP)	BP
Anna Shrigley	(AS)	Eni
Charles Ruffell	(CR)	RWE Npower
Christiane Sykes	(CS)	Shell
Colin Williams	(CW)	National Grid NTS
Danishtah Parker	(DP)	Cadent
David Cox*	(DC)	London Energy Consulting Ltd
Debra Hawkin	(DH)	TPA Solutions
Jeff Chandler	(JCh)	SSE
Gerry Hoggan	(GH)	Scottish Power
Graham Jack	(GJ)	Centrica
Henk Kreuze*	(HK)	Vermillion Energy
Hilary Chapman	(HC)	SGN
Lee Bowerbank	(LB)	ExxonMobil
Julie Cox	(JCx)	Energy UK
Nahed Cherfa	(NC)	Statoil
Nick Wye	(NW)	Waters Wye Associates
Paul Youngman	(PY)	Drax
Pavanjit Dhesi	(PD)	Interconnector
Phil Lucas	(PL)	National Grid NTS
Richard Pomroy	(RP)	Wales & West Utilities
Sean Hayward	(SH)	Ofgem
Sinead Obeng	(SO)	South Hook Gas
Steve Pownall	(SP)	Xoserve
William Webster	(WW)	Oil & Gas UK

* *via teleconference*

Copies of all papers are available at: <https://www.gasgovernance.co.uk/ntscmf/061217>

1. Welcome

The minutes from 06 and 20 December 2017 meeting were approved.

2. Pre-Mod discussions

None to discuss.

All remaining discussion related to 0621; please see minutes available at:

<https://www.gasgovernance.co.uk/0621>

3. Review actions

All actions related to 0621; please see minutes available at:

<https://www.gasgovernance.co.uk/0621>

4. Diary Planning

Further details of planned meetings are available at: www.gasgovernance.co.uk/Diary

Time / Date	Venue	Workgroup Programme
10:00 Monday 23 January 2018	Ellexon, 4th Floor, 350 Euston Road, London, NW1 3AW	<ul style="list-style-type: none">• Workgroup 0621
10:30 Tuesday 06 February 2018	Solihull venue TBC	<ul style="list-style-type: none">• NTSCMF Gas Charging Forum• Workgroup 0621
10:00 Tuesday 20 February 2018	Ellexon, 4th Floor, 350 Euston Road, London, NW1 3AW	<ul style="list-style-type: none">• Modification 0621

As at 11 January 2018					
Action Ref	Meeting Date(s)	Minute Ref	Action	Owner	Status Update
0621-0301	06/03/17	3.0	National Grid NTS (CW) to articulate and capture Storage Review concerns within the Storage discussion document.	National Grid NTS (CW)	Closed
0621-0404	24/04/17	4.1	'Avoiding Inefficient Bypass of the NTS' (one-pager) - CW and the Subgroup to revisit/re-word the final paragraph to add clarity, and re-publish. UPDATE 11/01	National Grid NTS (CW)	Closed
0621-0707	17/07/17	3.1	CW to check the calculations of CWD to better understand when to include the existing contracts, clarifying the influence on entry vs exit impact in the CWD model of existing contracts. This will be illustrated at future workgroup. Action extension: CW/LJo to give a view on materiality and analysis is required to see if the calculations cancel each other out. Action extension 05/09/17: CW to re-examine the principles behind the charging model and provides justification as to how NTS undertook the charging modelling. 18/12 update: CW this is about the influence of existing contracts in the proposal. Demonstrate difference between	National Grid (CW)	Carried Forward
0621-0901	26/09/17		<i>Plan and Change process:</i> RH; Ofgem and CW to provide more information on ACER consultation plus the UNC consultation at the next meeting. 18/12 Update. Met last week and working through the effect of the ACER consultation – reasonably complex. Update to follow. CW to share the ACER template.	RH; Ofgem; CW	Carried Forward
0621-1101	22/11/17		National Grid NTS to provide aggregate figures for buyback costs year on year historically going back 15 years at discreet points just for use in the impact assessments.	National Grid (CW/CH)	Closed
0621-1201	06/12/17		All to visit the Impact Assessment Requests to date slide 33 https://www.gasgovernance.co.uk/ntscmf/061217 and go through each bullet point on and suggest whether it fits in to Modification 0621 Impact Assessment or the Ofgem Impact Assessment. Also consider how the information can be provided.	All	Carried Forward
0621-1202:	20/12/17		NG to review how, in a Legal capacity, the principle of a charge could be in code but without the calculation, if subject to a further modification to update. Can the Legal text be supplied using this approach.	National Grid (CW)	Carried Forward

0621-1203:	20/12/17		NG to review how this proposal works with Interconnection points and the method of revenue recovery.	National Grid (CW)	Carried Forward
0621-1204:	20/12/17		NG to review indexation using RPI and how, or if RPI-X, was used in setting charges in previous price controls.	National Grid (CW)	Carried Forward
0621-1205:	20/12/17		National Grid to include analysis on the revenue recovery proposals under UNC0621 to help demonstrate the potential levels of charges and revenues.	National Grid (CW)	Carried Forward
0621-1206:	20/12/17		National Grid to illustrate for IPs the interactions with shorthaul to provide the steps of current methodology into new to show the scale of the “issue” of revenue recovery amounts.	National Grid (CW)	Carried Forward
0621-0101	11/01/18	2.0	CW will produce a timeline and what/how the inputs for anticipated capacity component are fed in to that timeline.	National Grid (CW)	Pending
0621-0102	11/01/18	2.0	CW to add on to the timescales the different development requirements for the different alternate modifications.	National Grid (CW)	Pending
0621-0103	11/01/18	2.0	RH to Document the consultation and response process/timeline considering; EU Compliance (OFGEM); UNC Change (Modification 0621); Tariff NC Article 26 (ACER).	Joint Office (RH)	Pending
0621-0104	11/01/18	2.0	DH to provide text from previous minutes that should be added to the Workgroup Report.	TPA Solutions (DH)	Pending
0621-0104	11/01/18	3.0	New Action NTSCMF-0101: All to provide summary of issues; concerns for inclusion in the 0621 Workgroup Report. NG to provide a summary of the concerns to be included in the Workgroup Report. RH asked CW; NY and JCh to provide a summary as to what justifies the % being suggested in each of the Alternate Modifications	All	Pending