

**Workgroup 0621 Summary of Outcomes**  
**Thursday 03 May 2018**  
**at St Johns Hotel, 651 Warwick Road, Solihull, B91 1AT**

<b>ATTENDEES</b>	
Rebecca Hailes (Chair)	Joint Office
Kully Jones (Secretary)	Joint Office
Andrew Pearce	BP
Anna Shrigley*	ENI
Beverley Viney	National Grid NTS
Charles Ruffell	RWE Supply & Trading
Chris Shanley	Joint Office
Colin Williams	National Grid NTS
Gerry Hoggan*	Scottish Power
Graham Jack	Centrica
Jeff Chandler*	SSE
John Costa*	EDF Energy
Julie Cox	Energy UK
Kirsty Ingham	ESB
Matthew Hatch	National Grid NTS
Nick Wye	Waters Wye
Phil Lucas	National Grid NTS
Will Webster*	Oil and Gas UK

**Key Points/Decisions**

1. Joint Office welcomed everyone to the meeting. She explained that the purpose of today's meeting is to consider the relevant objectives.
2. It was noted that the meeting was not quorate as there were no DNs present. In addition, Ofgem did not join the meeting.
3. The material provided for the meeting can be accessed here:  
<https://www.gasgovernance.co.uk/0621/030518>
4. No Pre-Mod discussion.
5. Workgroup went through the Workgroup Report Part I and considered the charging objectives first. Chris Shanley reminded the Workgroup that the table on page 31 summarised the responses for the relevant impact. Each relevant objective was considered in turn showing a consolidated view of the responses from each alternative Modification. The following sections of the Workgroup Report were also reviewed, discussed and amended following consideration:
  - Relevant Objectives – both sets. These sections were amended to include Workgroup views and conclusions.

- Stakeholder objectives – a set of desirable features agreed by the Gas Industry at the end of 2016 to be considered alongside the Relevant Objectives
  - Minimise Volatility
  - Predictability
  - Stability of prices
  - Fairness
  - Security
  - Network Efficiency.

6. Workgroup noted that the methodology for the forecasting in the enduring period needs to be monitored by the Charging Methodology Forum (NTSCMF) post-0621.

7. Some Workgroup participants suggested a further meeting may be needed after the Workgroup Report has been submitted to consider any new information and issues that may arise to mitigate the Final Modification Report being sent back to Workgroup by the Modification Panel. A consultation workshop will be considered. Supporting documents and background information could also be made available to support Industry to inform consultation responses in a similar way to previously provided by Ofgem. It was noted that the Workgroup Report will include links to supporting documents.

**New Action 030518: 0501:** National Grid to consider if a consultation workshop is needed to support industry through the consultation phase.

8. Workgroup reviewed the Consultation Template and suggested that the Modification Panel consider the inclusion of a question which asks if there is any new information that should be considered by Ofgem's Regulatory Impact Assessment? Workgroup were reminded that consultation responses to the Final Modification Report would not be summarised.

The Draft consultation template has been published and Workgroup participants to review the consultation Template.

**New Action 030518: 0502:** Workgroup participants to review the draft consultation template.

9. Workgroup reviewed the section on Workgroup conclusions and considered if there were any analysis areas where there had been insufficient time to complete, which should be specifically flagged in the Workgroup Report. This included a robust and more detailed assessment of the impacts on Competition of the move from transition from interim to enduring

10. Workgroup reviewed the section titled Recommendations to Panel. The wording currently included is as follows: "Workgroup therefore asks Panel to consider whether the Workgroup report can be sent out for consultation".

### Critical Actions

The actions were not reviewed but the Action Table was updated and published document here ://www.gasgovernance.co.uk/0621/040518

The next session is on Friday 04 May 2018 at St Johns Hotel, 651 Warwick Road, Solihull, B91 1AT. This will not be a formal meeting - National Grid and Joint Office will be working from the St Johns Hotel and Workgroup participants are welcome to attend as observers or to provide input to the Workgroup Report (by lunchtime 04 May) drafting process.

Workgroup Schedule as at 03 May 2018

	9:30 - 13:00	13:30 - 17:00
23-Apr	- Capacity Reference Price	- Forecasted Contracted Capacity
24-Apr	- FCC, including historical contracts - Revenue Recovery Charge (Transition) - including historical contracts	- Revenue Recovery Charge (Enduring) including historical contracts
25-Apr	- Legal Text (0621)	- EU Compliance - Non-Transmission Service Charges - Publication of variables
26-Apr	- NTS Optional Charge - Combined DN Impacts - Individual DN Impacts	- Reserve Price - Specific Capacity Discounts - Interruptible Capacity
27-Apr	- Introduction to Relevant Objectives - <del>Introduction to Modification 0621L</del> - Analysis for Alternative Mods - <del>Material for 0621D square root distance; removal optional charge; publication of forecasts</del> - NTS Optional Charge Action Update	
30-Apr	- Material for 0621D square root distance; removal optional charge; publication of forecasts - Introduction to Modification 0621L - Analysis update - Relevant Objectives	- Relevant Objectives - Comparison Table daily check
01-May	- 9am to 11am Proposers Legal Text discussion with Lawyers - 11am start NTSCMF (including 0621 Workgroup) (1pm Lunchtime) - Treatment of Traded Historical Capacity - Legal Text (0621 Alternatives) - National Grid Action Updates	- NTSCMF (including 0621 Workgroup) - Comparison Table daily check - Daily check on progress
02-May	- GDN Action Updates - National Grid Action Updates - Finalise Workgroup Report	- Finalise Workgroup Report - 0621/0636 interaction discussion - Comparison Analysis - Comparison Table daily check - Daily check on progress
03-May	- Relevant Objectives	- Relevant Objectives
04-May	- <del>Relevant Objectives and/or Finalise                      Workgroup Report</del> - 12.00 deadline for analysis submissions/updates and Mod amendments JO/NTS workgroup report development (no meeting this day but observers are welcome) to enable publication of report by 4pm.	- <del>Relevant Objectives and/or Finalise Workgroup                      Report</del> - <del>Comparison Table daily check</del> - <del>Daily check on progress</del> JO/NTS workgroup report development (no meeting this day but observers are welcome) to enable publication of report by 4pm.
08-May	- Finalise Workgroup Report	- Finalise Workgroup Report
09-May		- Submit Workgroup Report to Panel (no meeting – JO admin activity)