

UNC Modification 0565 – Proposed DSC Contract and Change Management Sub- Committees – proposed voting arrangements

Workgroup – 23rd August 2016

Chris Warner

National Grid Distribution



- Various options for UNC/DSC contract and change governance discussed and developed within Mod 0565/DSC Workgroup
 - Committee approach
 - ‘All party’ approach
- A number of papers setting out detailed requirements have been tabled/ discussed including DSC Change Management Procedures
- Functions, Constitution, Proceedings and Voting arrangements now set out in detail in proposed GTD Section 4
- Relevant Customer Classes and Restricted Class Changes identified in DSC Service Documents
- Proposed that the governance of the UNC FGO regime incorporating the DSC will be via established arrangements i.e. by relevant Sub-Committees accountable to the UNCC



- 2 x DSC Sub-Committees proposed (on the basis that their scope and remit will approximate to the existing Agency Contract and Change Steering Groups) these will be the DSC Change Control and Contract Management Sub-Committees respectively
- Constitution will comprise Committee Representatives from 2 x Customer Classes being Shipper Users and Transporters
- Annex D-2 of GTD will set out 'basis on which the Committee Representatives of each Customer Class are to be appointed and from time to time removed and/or replaced'.
- Unanimous and Majority Voting with casting vote for Committee Chairperson
- Appeal procedures (to UNCC and Authority)
- Now timely to determine content of Annex D-2

- Proposed voting arrangements:
 - Comprised of equal (balanced) number of Transporters and Shipper Users being 6 members each
 - Fundamental UNC Sub-Committee principle of equitable representation
- Transporter class membership will consist of 4 x GDNs, 1 x NTS and 1 X iGT
- Shipper User class membership will consist of the following ‘User sub categories’:
 - 2 x Large ‘mixed portfolio’ Shipper Users (having portfolio >1m Supply Points)
 - 2 x Large Industrial and Commercial Shipper Users (having portfolio consisting of predominantly (majority) Larger Supply Points (as designated by market sector code) and > [x] Supply Points
 - 2 x ‘Challenger’ Shipper Users (having portfolio <1m Supply Points)



- UNCC sub-committee ‘generic’ election rules set out in the document ‘Guidelines for the User Representatives Appointment Process’.
- In addition:
- Each nominee for the CDSP Change and Contract Management Committees must be willing to stand, and acknowledge that they are willing and able to represent the industry rather than just their employer, if selected. Candidates must satisfy themselves that they are familiar with the role and responsibilities of the CDSP Change and Contract Committee
- Individuals currently serving on the CDSP Change and Contract Management Committees are eligible for re-election but must be re-nominated if they wish to be considered.

- If there are more nominees than positions (in each User sub-category) an election will ensue under the following arrangements:
 - Each Shipper User will have Six (6) votes to be cast for the preferred candidates (e.g. if there are 7 Shipper User nominations, parties will vote for the 6 individuals they wish to be elected), only one (1) vote per candidate.
 - [A maximum of 2 x votes for each Shipper User sub-category is permitted]
 - Election will be ‘first past the post’ based on number of votes cast per candidate.
- *NB:* In circumstances where a group of companies hold more than one licence, the group will only be entitled to make a single nomination and to exercise six (6) votes regardless of the number of licences held.
- Any queries or disputes arising from these Rules will be determined by the Designated Person.