From: ".Box.UKLINK.Manual" <uklink@xoserve.com>

Subject: CB/953/DA - Implementation of UNC Modification 268 - Change to the Provisions

Determining the Earliest Reading Date Applicable within the AQ Review

Date: 19 February 2010 16:09:55 GMT

To: undisclosed-recipients:;

1 Attachment. 2.3 KB



Communication Ref : CB/953/DA

Subject : Implementation of UNC Modification 268 - Change to the Provisions Determining the

Earliest Reading Date Applicable within the AQ Review

Colleague,

Following the issuance of the UKLink Change Pack on 12th February 2010, Ofgem provided a decision to implement UNC Modification 268.

This will bring into line the AQ calculation with the Seasonal Normal Adjustment Factor which is derived from the latest view of seasonal normal weather. This view of average weather is currently updated every five years on the basis of latest weather profiles, as part of the Seasonal Normal (SN) review.

UNC268 proposes to replace the fixed backstop date with a rolling backstop date. The proposed backstop date would be 01st October in the year that is four years prior to the start of the Gas Year in which an SN review becomes effective. The new backstop date would then become effective from 1 February of the preceding Gas Year. For example:

- For an SN review which becomes effective from 01st October 2010, from 1 February 2010 the backstop date will be 01st October 2006.
- For an SN review which becomes effective from 01st October 2015, from 1 February 2015 the backstop date will be 01st October 2011.

The impact of this modification to the UKLink system is that the AQ Back Stop date needs to be amended from 01st October 2002 to 01st October 2006 for AQs that are calculated to be effective from 01st October 2010.

Given that this UKLink Modification is precipitated by a UNC Modification, this requires that this be considered as a Class 2 UKLink Modification. It is proposed that this UNC Modification can be implemented as a Class 1 UKLink Modification, as it is expected that this can be implemented with no impacts to User systems. UKLink Users views are invited upon this matter within representations.

It is intended that following acceptance of this change, subsequent AQ back stop change dates will not be notified to Users.

Should Users accept this change as a Class 1 Modification, this change will be as soon as possible following formal approval by the UKLink Committee in March, and AQs calculated as a result of the 2010 review will use this date within the calculation.

Please provide representations to <u>uklink@xoserve.com</u> by 5th March 2010. We will endeavour to provide a summary of responses to Users on Monday 8th March, so that this is available to Users prior to the UKLC meeting.

Apologies that this is outside of the normal change communication cycle. Should you have any concerns regarding this, please do not hesitate to contact me.

Regards,

David Addison

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If you have any comments, concerns or issues with this email, please contact uklink@xoserve.com

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