

Energy Balancing Credit Committee Minutes

Monday 27 February 2017

Teleconference

Attendees

Bob Fletcher (Chair)	(BF)	Joint Office	Non-Voting
Helen Cuin (Secretary)	(HC)	Joint Office	Non-Voting
Adam Lane	(AL)	Shipper	Voting Member
Colette Baldwin	(CB)	Shipper	Voting Member
Helen Bennett	(HB)	Joint Office	Non-Voting
James Hill	(JH)	Shipper	Voting Member
Mark Cockayne	(MC)	Xoserve	Non-Voting
Richard Fairholme	(RF)	Shipper	Voting Member
Sandra Dworkin	(SD)	Xoserve	Non-Voting

Apologies received

Gemma Truran	(GT)	Shipper	Voting Member
Pauline Babb	(PB)	Shipper	Voting Member

Copies of all papers are available at: <http://www.gasgovernance.co.uk/ebcc/270217>

1. Introduction and Status Review

BF welcomed the members to the meeting, which was quorate.

1.1 Approval of Minutes (20 January 2017)

The minutes were approved.

1.2 Review of Actions Outstanding

EBC 0101: Xoserve to provide detailed analysis on historical cash collections including values.

Update: MC confirmed that Xoserve have reviewed the details back to 2013 and provided a breakdown of the financial values and incidents of failures to pay.

MC reported there were no significant trends for the EBCC to be concerned with and that he would circulate a spreadsheet of the financial values and incidents, by River Name for information.

Closed.

2. Operational Update

SD provided the operational report for January 2017.

2.1 Cash Call Notices

During January, there were no Cash Call Notices issued.

2.2 Further Security Requests (FSRs)

During January, there were no Further Security Requests issued.

2.3 Settlement

The following performance was reported:

Month	Payment Due Date	Payment Due Date +2
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December 2016	98.11%	100%
January 2017	99.99%	100%
Rolling 12 Months	99.34%	100%

There were 2 Failure to Pay Notices.

3. Modifications

3.1 Modification 0587 – Seasonal Energy Balancing Credit Cover

Available at: www.gasgovernance.co.uk/0587

MC confirmed that Xoserve have now issued a service notification with a request from interested parties to provide a view of their potential use of the winter/summer profiles. He confirmed that there has been some enquires. The cost of the service is still to be published.

4. Any Other Business

4.1 Voluntary Discontinuances

There were 3 Shipper User(s) seeking to exit the market:

JP Morgan Ventures Energy Corp (JPM)
 Engelhart CTP (Switzerland) SA (BTG)
 Morgan Stanley Co International plc (MGS)

The voluntary discontinuances were approved.

4.2 Energy Balancing Credit Rules

MC confirmed that Xoserve have reviewed the Energy Balancing Credit Rules and are currently working on the draft amendment, which will be ready for review by the end of this week. He explained that the amended rules will need to be effective from the 01 April 2017 and members will need to have approved the changes with a shortened notice period.

4.3 Bank Minimum Ratings

RF enquired whether it would be worth EBCC members looking at the minimum ratings in the Energy Balancing Credit Rules and whether the current rating was still suitable or should be reduced.

MC confirmed that every April and October Xoserve examine ratings and the spread of risk taking into account any financial shifts in recent years. He concurred a review on a regular basis is worthwhile however at the moment Xoserve have not received any significant pushback from users to reduce the ratings and to allow consideration of additional service providers.

Xoserve agreed to provide some analysis with a view of reviewing the data at the face to face meeting in April.

5. Diary Planning

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

EBCC meetings are scheduled as follows:

Time/Date	Venue
09:30 Monday 27 March 2017	Teleconference

11:30 Monday 24 April 2017	Lansdowne Gate, Solihull
11:00 Monday 22 May 2017	Teleconference
11:00 Monday 26 June 2017	Teleconference
11:00 Monday 31 July 2017	Teleconference
11:00 Tuesday 29 August 2017	Teleconference
11:00 Monday 25 September 2017	Teleconference
11:30 Monday 30 October 2017	Lansdowne Gate, Solihull
11:00 Monday 27 November 2017	Teleconference
11:00 Monday 18 December 2017	Teleconference

Action Table (as at 27 February 2017)

Action Ref	Meeting Date(s)	Minute Ref	Action	Owner	Status Update
EBC 0101	30/01/17	2.3	Xoserve to provide detailed analysis on historical cash collections including values.	Xoserve (MC)	Closed