

## UNC Workgroup 0434 Minutes Project Nexus – Retrospective Adjustment

**Monday 20 May 2013**

**at Energy UK, 5 – 11 Regent Street, London. SW1Y 4LR**

### Attendees

Bob Fletcher (Chair)	(BF)	Joint Office of Gas Transporters
Mike Berrisford (Secretary)	(MiB)	Joint Office of Gas Transporters
Andy Miller	(AM)	Xoserve
Chris Carberry	(CC)	ScottishPower
Chris Warner	(CW)	National Grid Distribution
Colette Baldwin	(CB)	E.ON UK
David Smith	(DS)	npower
David Tennant	(DT)	Dentons
Elaine Carr	(EC)	ScottishPower
Emma Smith	(ES)	Xoserve
Julie Varney	(JV)	National Grid NTS
Lorna Lewin	(LL)	DONG Energy
Mark Jones	(MJ)	SSE
Michele Downes	(MD)	Xoserve
Naomi Anderson	(NA)	EDF Energy
Steve Mullinganie	(SM)	Gazprom
Sue Cropper	(SC)	British Gas
Tabish Khan	(TK)	British Gas
Tracy Lake	(TL)	National Grid Legal
Tim Robert	(TR)	ScottishPower

### 1. Introduction

BF welcomed all to the meeting.

#### 1.1 Review of Minutes

The minutes of the previous meeting were accepted.

#### 1.2 Review of Actions

**Action 0434 01/01:** Ofgem (JD) to discuss the Project Nexus funding arrangements with his colleagues and provide a view on what has, or has not, been included within the current Price Control allowance.

**Update:** In the absence of an Ofgem representative the action was carried forward with BF once again agreeing to check if anyone else within Ofgem could provide a view. **Carried Forward**

**Action 0434 05/01:** All parties to provide their views/comments on the ICoSS UNC Modification 0434 Letter to SM direct and in time for consideration at the forthcoming ICoSS meeting.

**Update:** SM advised that no party had raised any points prior to the last ICoSS meeting and therefore the action could now be closed. **Closed**

**Action 0434 05/02:** Xoserve (AM) to add a Performance Assurance Framework scene setting statement towards the front of the draft Modification 0434 Project Nexus Retrospective Updates, benefits case consultation report.

**Update:** AM indicated that he would be liaising closely with CW on this matter and would update the benefits case consultation report in due course. **Carried Forward**

## 2. Review Legal Text

Opening, DT provided an overview of the legal text drafting to date explaining that this should be read in conjunction with the draft legal text for modification 0432 to fully appreciate the proposed changes.

In undertaking an on screen review of the various Code sections, the following key aspects were pointed out by DT following the sequence suggested in instruction in the page one footer field:

### TPD Section M – Supply Point Metering

4.1.3(i) – adds a new defined term for “Relevant Data” which is consistent with business rule 8.8;

4.2 – this is, in effect the existing provisions;

4.3.2(a)(iii) – introduces retrospective elements for the first time, and

4.3.3 – allows for going back in time and tenure.

When asked whether or not this would / could potentially trigger an adjustment, DT advised that this concern is covered elsewhere within the drafting (i.e. TPDM paragraph 4.3.8 and TPDE paragraph 6.7.5). Whilst SM requested that an additional clarification be added to avoid any doubt, it was noted that TPD Section E already addresses the issue.

### TPD Section E – Daily Quantities, Imbalances and Reconciliation

6.7 – basically sets the scene;

6.7.1(b)(i) & (ii) – should be borne in mind when reading the remainder of the changes to this section;

6.7.3(b) – adopts a subtly different approach but remains consistent with the scenario 1 and 2 approach;

6.7.5(a) & (b) – cover the automatic replacement of reconciliation values for the incumbent party;

### TPD Section M – Supply Point Metering

5.14.5 – text remains in [ ] for the time being as the actual requirements need to be discussed in due course, and

5.15 – adds a new paragraph for updated meter readings.

### TPD Section E – Daily Quantities, Imbalances and Reconciliation

6.8 – wording is very similar to that found in paragraph 6.7;

6.8.4 – utilisation of this provision may be limited in practise;

6.8.5 – provides for the one exception to the 6.8.4 paragraph provisions;

### TPD Section G – Supply Points

1.6.3(d) – expands the existing definition.

When asked what was the true definition of a valid meter reading (as described in TPDE paragraph 6.8.1(a)), DT pointed towards the definition found within TPDM paragraph 5.2 ‘Validity of Meter Readings’ in the 0432 legal text drafting.

In accepting that the legal text review does jump around a bit, DT pointed out that it does accurately reflect the business rules, although at this time, it has not been subjected to the same level of scrutiny as the 0432 legal text – it is hoped that this forms a good starting point for consideration of the text going forward.

In closing, those present indicated a preference towards reviewing the text remotely and providing their feedback in due course.

**4. Draft Workgroup Report Review**

It was agreed to defer consideration of the Workgroup Report until a later meeting.

**5. Workgroup Process**

**4.1 Agree actions to be completed ahead of the next meeting**

No new actions were raised during the meeting.

**6. Any Other Business**

None.

**7. Diary Planning**

The following meetings are scheduled to take place:

Title	Date	Location
Project Nexus Workgroup (inc. 0432, 0434 & 0453 Workgroups)	17/06/2013	Consort House, Princes Gate Buildings, 6 Homer Road, Solihull. B91 3QQ.
Project Nexus Workgroup (inc. 0432, 0434 & 0453 Workgroups)	09/07/2013	Consort House, Princes Gate Buildings, 6 Homer Road, Solihull. B91 3QQ.
Project Nexus Workgroup (inc. 0432, 0434 & 0453 Workgroups)	30/07/2013	Consort House, Princes Gate Buildings, 6 Homer Road, Solihull. B91 3QQ.

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**Action Table**

<b>Action Ref</b>	<b>Meeting Date</b>	<b>Minute Ref</b>	<b>Action</b>	<b>Owner</b>	<b>Status Update</b>
0434 01/01	08/01/13	2.	To discuss the Project Nexus funding arrangements with his colleagues and provide a view on what has, or has not, been included within the current Price Control allowance.	Ofgem (JD)	Update to be provided in due course. <b>Carried Forward</b>
0434 05/01	07/05/13	1.2	To provide their views/comments on the ICoSS UNC Modification 0434 Letter to SM direct and in time for consideration at the forthcoming ICoSS meeting.	All	Update provided. <b>Closed</b>
0434 05/02	07/05/13	2.	To add a Performance Assurance Framework scene setting statement towards the front of the draft Modification 0434 Project Nexus Retrospective Updates, benefits case consultation report.	Xoserve (AM)	Update to be provided in due course. <b>Carried Forward</b>