UNC Workgroup 0529 Minutes Implementation of Retrospective Adjustment arrangements (Project Nexus transitional modification)

Tuesday 03 March 2015 31 Homer Road, Solihull, B91 3LT

Attendees

Bob Fletcher (Chair)	(BF)	Joint Office
Helen Cuin (Secretary)	(HCu)	Joint Office
Alison Neild	(AN)	Gazprom
Andy Kelly	(AK)	Scottish Power
Brendan Cooper*	(BC)	GDF suez
Carl Whitehouse*	(CWh)	First Utility
Chris Warner	(CW)	National Grid Distribution
Colette Baldwin	(CB)	E.ON
Danielle Hall	(DH)	Plus Shipping
David Addison	(DA)	Xoserve
Edward Hunter	(EH)	npower
Emma Lyndon	(EL)	Xoserve
Emma Smith	(ES)	Xoserve
Huw Comerford	(HC)	Utilita
James Hill*	(JH)	EDF Energy
Jon Dixon*	(JD)	Ofgem
Leigh Chapman	(LC)	first:utility
Lorna Lewin	(LL)	DONG Energy
Mark Jones	(MJ)	SSE
Michelle Downes	(MD)	Xoserve
Mike Fensome	(MF)	RWE npower
Naomi Nathanael	(NN)	Plus Shipping
Steve Mulinganie	(SM)	Gazprom
Sue Cropper	(SC)	British Gas
* via teleconference		

Copies of all papers are available at: http://www.gasgovernance.co.uk/0529/030315

The Workgroup Report is due to be presented at the UNC Modification Panel by 18 June 2014.

1.0 Outline of Modification

CW introduced the modification and explaining that it shadows Modification 0434 - Project Nexus: Retrospective Adjustment. This modification had been raised to facilitate retrospective adjustments prior to Project Nexus implementation by setting out of the regime will transition from current arrangements to post Nexus arrangements.

CW clarified a Shipper will be able to request a retrospective update in accordance with the terms under Modification 0434 for an adjustment period prior to the Project Nexus Implementation Date. He confirmed that there would be no financial adjustment made with respect of any period prior to the Project Nexus implementation date for Smaller Supply Points (SSPs). Subject to validation there would be a financial adjustment for Larger Supply Points (LSPs).

2.0 Initial Discussion

SM enquired if transitional arrangements rely on enduring arrangements, and what would happen if for example retrospective arrangements (Modification 0434) implementation was allowed to slip to later date to ensure parties could achieve 01 October for Modification 0432? CW explained that the industry have considered an option of allowing the retrospective elements of Project Nexus to be delayed to enable parties to concentrate on the implementation of the revised settlement regime and ensure Nexus goes live on time.

The Workgroup considered the transitional rules and concluded the modification did not require any further clarification or development. It was agreed that the Workgroup report would be concluded at the next meeting.

2.1. Initial Representations

None received.

2.2. Issues and Questions from Panel

None raised.

3.0 Next Steps

BF confirmed that the Workgroup report would be concluded at the next meeting.

4.0 Any Other Business

None.

5.0 Diary Planning

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

Workgroup meetings will take place as follows:

Time / Date	Venue	Workgroup Programme
10:30 Tuesday 10 March 2015	31 Homer Road, Solihull. B91 3LT.	Project Nexus Workgroup: Requirement 31 - Read Validation Requirement 38 - AQ Correction Consumption Adjustments BRDs
10:30 Wednesday 25 March 2015	31 Homer Road, Solihull. B91 3LT.	Workgroup 0529: Conclusion of Workgroup Report