



respect > commitment > teamwork

Project Nexus Workgroup

Reconciliation Meeting 4

22nd August 2011

Objectives of the Workgroup

- Determine detailed business requirements for future Reconciliation of Meter Points
- Consider/review comments made during the Project Nexus consultation and the high level principles agreed at the Principle Workgroup
- Develop future state process maps
- Provide sufficient definition around business rules to:
 - Enable the proposed requirements to be incorporated in Xoserve's investment decisions, and
 - Support the raising of any UNC Modification Proposals, if required
- Monitor & align with latest SMIP position
- Focus will be on requirements for Project Nexus delivery



Approach to Workgroup

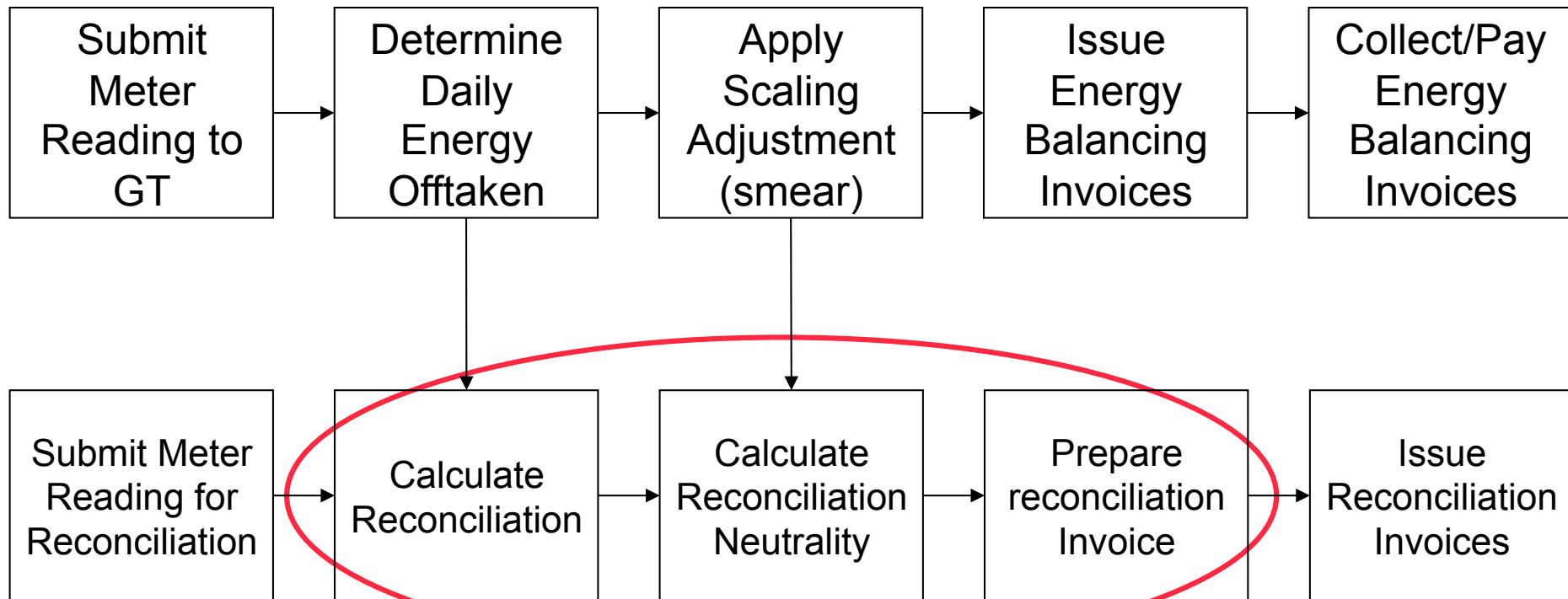
- Review;
 - High level Rec principles
 - Relevant Modifications
- Agree scope
- Agree future requirements
- Develop process maps and detailed business rules
- Review & ensure alignment with requirements from Settlement Workgroup
- Continue to monitor and align with SMIP outcomes

xserve



respect > commitment > teamwork

Scope of “Reconciliation”



Scope of “Reconciliation”

xserve



respect > commitment > teamwork

Business Issues Raised

- Initial Requirements Register
 - Increase scope of meter point reconciliation
 - Improve Filter Failure process
 - Amend USRV filter from TRE to a ZRE filter
- Raised during Workgroups
 - RbD does not incentivise Shippers to submit reads for SSP
 - Unallocated energy is borne by the SSP market due to RbD – risk for SSP Shippers
 - RbD provides Shippers with limited flexibility
 - RbD does not provide transparency
 - USRVs do not necessarily incentivise shippers to improve the quality of the read & asset information

xserve



respect > commitment > teamwork

Areas for Discussion

- Business Requirements Document which details requirements for the following areas (those in red are yet to be discussed & agreed);
 - Periodic reconciliation
 - Daily reconciliation
 - Treatment of re-synchs
 - Re-reconciliation
 - Roll-over tolerances
 - USRV's (Filter Failures)
 - Reconciliation Scaling Adjustment (Smear)
 - Reconciliation 'line in the sand'
 - Transition from an RbD world to Meter Point Rec
 - Reconciliation Communication
 - Treatment of Rec charges following a change in Shipper



Objectives for Today

- Agree changes made to the previous version of the BRD (V0.3)
- Review As Is Process Models
- Agree business requirements for the following areas;
 - Capture initial view of benefits
 - Transitional arrangements
 - Rec communication
 - Change of shipper during a Rec period

xserve



respect > commitment > teamwork

Business Requirements Document

- Document details reconciliation processes.
- Key changes & agreements from the last version (0.2);
 - Agreed all Rec energy is invoiced, not rolled over
 - Agreed a preferred solution for the calculation of the Reconciliation Scaling Adjustment
 - Agreed principles for USRV process
 - Agreed process for transitional arrangements for the treatment of energy following a resynchs

xserve



respect > commitment > teamwork