



respect > commitment > teamwork

AUG Matters (Pre- and Post-Nexus)

UNCC 19 January 2017

Pre-Nexus Arrangements

(Mod 0229)

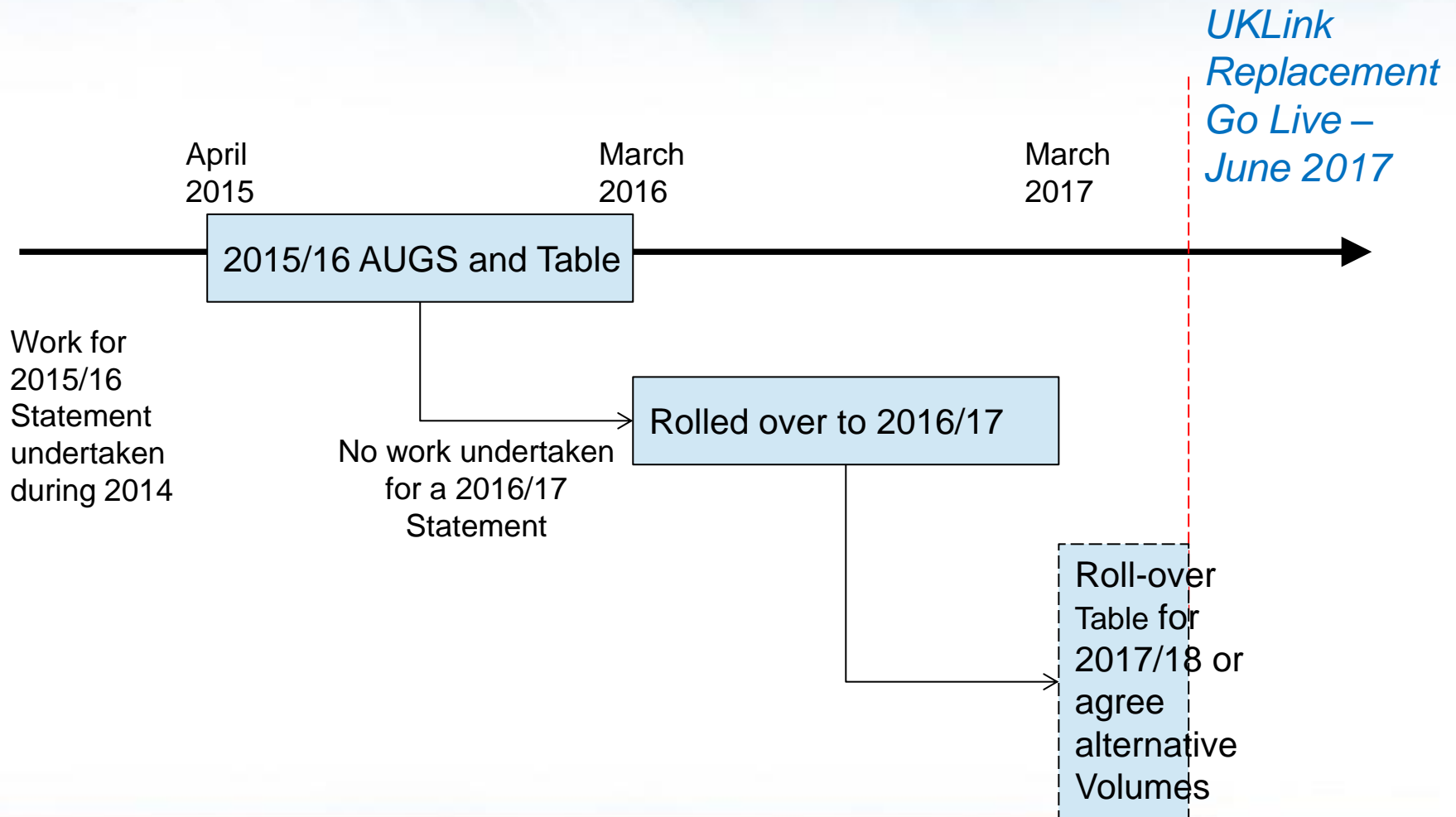
Points to Note

- The following 5 slides relate to the current Allocation of Unidentified Gas (AUG) processes – as introduced by Modification 0229
- Current processes result in a Table of UG Volumes to be re-distributed from SSP to LSP sector
- Current process remains in place until last day before Project Nexus Implementation Date

Background

- December 2014 UNCC agreed not to undertake an AUG process during 2015 – i.e. no 2016/17 Table was developed
- Current AUG Guidelines (UNC Related Document) allow for non-production of an AUG Table:
 - Para 9.5: If, for whatever reason, the AUGE does not produce volumes, The Committee will meet ... to either decide by unanimous vote to apply volumes that The Committee decides as appropriate or to roll over any previous Unidentified Gas volumes from a previous year.
- UNCC agreed to roll over 2015/16 Table to cover period April 2016 to March 2017
- Revised Project Nexus Implementation Date requires formal agreement to a further rollover – likely to be 2 month period

Timeline



Reminder of 2015/16 AUG Table of Volumes

Table 2 Unidentified Gas Volumes for 2015/16

Unidentified Gas source	Aggregate Quantity of Unidentified Gas/GWh	Unidentified Gas Quantity/GWh		
		Larger DM SPCs	Larger NDM SPCs	Smaller SPCs
iGT CSEPs	487	0	0	487
Shipperless/Unregistered	93	0	69	24
- Shipper Activity	0	0	0	0
- Orphaned	9	0	7	2
- Unregistered <12 Months	0	0	0	0
- Shipperless PTS	4	0	2	1
- Shipperless SSrP	74	0	54	20
- Shipperless <12 Months	6	0	5	1
Meter Errors	21	0	21	0
Balancing Factor (Theft + Other)	5,816	0	1,546	4,270
Total (inc Independents)	6,417	0	1,636	4,781

Matters for today's meeting

- AUG Guidelines give UNCC the opportunity to ...
 - Unanimously agree to adopt volumes that it decides are appropriate
 - Otherwise the default position is that the previous volumes roll over
- Any proposals for alternative volumes?
- Otherwise 2015/16 Volumes will be rolled over to 2017/18

For information: Billing arrangements

- 1/12th of the agreed LSP Volumes for 2017/18 will be used each month from April 2017 until last pre-Nexus billing month
 - Debits to LSP; Credits to SSP
 - No double charging
- First invoice issue date is in May 2017 (for April Billing month)
- Will continue to use latest info for the relevant Billing month
 - Market shares
 - Average SAP prices
- UNC Mod 0528 confirms current AUG charges cease for post-Nexus billing periods

Post-Nexus Arrangements

(Mod 0473)

Points to Note

- The following 2 slides relate to the future Allocation of Unidentified Gas (AUG) processes – to be introduced by Modification 0473
- New processes begin on Project Nexus Implementation Date
- Following slides are for information only – no voting is required at this meeting

Background

- Modification 0473 re-introduces concept of an Allocation of Unidentified Gas Expert in a post-Nexus world
- New-world AUGE will determine weighting factors for distribution of daily UG rather than a total annual UG quantity
- DNV GL appointed as new-world AUGE in July 2016
- An Interim Table of Weighting Factors will apply from PNID until the new AUGE's first Table becomes effective – can be found in the latest 0473 AUG Framework document (www.gasgovernance.co.uk/tpddocs)

Forthcoming Industry Interactions

- Indicative timeline for 2017 process previously published on JO website: www.gasgovernance.co.uk/augenex/1718
- AUGE's first deliverable is a Draft AUG Statement (Methodology) and Table by 1st February 2017
- Xoserve will host a Methodology Review meeting on 8th Feb
 - Walkthrough of the Draft AUG Statement by the AUGE
 - No voting takes place – presentation and clarifications only
 - Advance booking essential via the following link:
 - www.eventbrite.co.uk/e/2017-auge-methodology-review-tickets-30925582249 - password: AUGE
 - Or via link on JO diary page - www.gasgovernance.co.uk/Diary
- Industry feedback on Draft AUGS due by 12 March (42 cal. days)