

0591:

DSR – Removal of 7 day rolling profile functionality



Proposer: Angharad Williams, National Grid NTS

Panel Date: 21st July 2016

Why change?



- In February 2015 Ofgem approved Mod 0504 which implemented gas DSR
- During detailed design, the OCM Operator identified financial and regulatory barriers impacting implementation
- These barriers led to a Consultation on consequential changes to the gas DSR Methodology
- Ofgem approved these amendments on 7th July 2016
- Therefore, the UNC is no longer aligned with the gas DSR Methodology.
- All references to a ‘7 day rolling profile’ and a ‘DSR flag’ now need to be removed from the UNC.

Options



- National Grid are obligated to implement the gas DSR Methodology through revisions to UNC

Solution



- Removal of the '7 day rolling profile' – deletion of references in UNC TPD Section D 5.1.2 (b)
~~(b) Trading Participants shall indicate for any Market Offer to effect a Locational Market Transaction that is posted on the Trading System whether such Market Offer is a DSR Market Offer and whether such Market Offer is to be automatically rolled over by the Trading System Operator on a weekly basis until such time as it is accepted;~~
- Removal of 'DSR flag' in the locational market – deletion of references in UNC TPD Annex D-1 3.2 (h)
~~(h) in the case of a Market Offer to effect a Locational Market Transaction, if the Market Offer is a DSR Market Offer.~~

Recommended Steps



- To ensure that these changes are finalised by 1 October 2016 we're recommending that this modification should:
 - proceed directly to consultation; and
 - be subject to self-governance
- Our reasoning is:
 - this modification simply enacts a consequential change which has already been approved by Ofgem
 - the Methodology amendments have already undergone industry consultation
 - there are no material impacts of this change