

Project Nexus

Impact Assessment of the delay to Project Nexus Implementation Date to 1st October 2016

A report for the Project Nexus Workgroup

Version	Date
1.1	21 st July 2015
1.2	30 th July 2015



1. Introduction

This is a working document managed by the Nexus Workgroup. It is prepared on the basis that the Project Nexus Implementation Date (PNID) will not be October 2015.

This document provides the high level impact assessment of the implications of the change to the Project Nexus Implementation Date (PNID).

The document is in two parts. Section 2 provides information on topics that are assessed as impacted by the PNID change. Section 3 provides details on the topics that are assessed as not being impacted by the PNID change. For example, action is required to amend the implementation date of Modification 0445: Amendment to the arrangements for Daily Metered Supply Point Capacity, and so this is included in Section 2. Whereas the existing CMS query process continues unchanged for the duration and is not included in Section 2, it is included in Section 3.

2. Topics impacted by PNID

The topics in this section are those topics for which an additional action needs to be undertaken, this is different to simply continuing an existing topic for a bit longer.

Topic	Description / impact	Solution options	Impact by delayed implementation	Actions
New demand estimation formula to go live with 0432	This will go live with Modification 0432	None	Demand Estimation team are developing DAFs etc for current & new demand estimation formula. DESC confirmed implementation is not gas year dependent	In hand
iGT Data Preparation database and data preparation exercise	The iGT data preparation exercise commenced in January 2015 and was scheduled to be completed by 1 st October.	No change to existing solution principles, however, changes to the frequency of reports from iGTs (monthly, weekly and daily) need to be made.	The iGT data preparation exercise will continue to the new PNID.	In hand
Mod 445 Amendment to the arrangements for Daily Metered Supply Point Capacity	Mod 445 Implementation date is stated as 05:00 on 1st October 2015 - no relationship with Mods 432 / 434 dates. Mod 478 which fills the gap for SOQ reductions below BSSOQ until Project Nexus, has an end date of "Project Nexus Go Live Date"	New Mod required to extend the service for the period prior to new PNID.	Mod 0445 cannot be delivered until PNID. Mod 0478 expires on 1 st October 2015. A gap in service provision would be created without a Mod to extend the service.	Consider raising Mod to extend service for 12 months interim period (if deemed necessary)
Mod 441 & Mod 514 Continuation of Daily Metered (Voluntary) service until the implementation of Project Nexus Mods	Mod 0514 supersedes 0441. Text aligned to new PNID	Limited to reissue of implementation notice	DMV service continues until 6 months after new PNID	GTs to issue a revised Implementation notice

Topic	Description / impact	Solution options	Impact by delayed implementation	Actions
For 1st April 2017 the AQ will be based upon the AQ as at 1st December 2016	Transportation rates from 1 st October 2016 will apply for 6 months until 31 st March 2017	Principles agreed for October 2015 implementation will be rolled forward for October 2016 implementation		None
AQ - Appeals process	Continue Appeals process after 1st October	Principles agreed for October 2015 implementation will be rolled forward for October 2016 implementation		None
0450B—Monthly revision of erroneous SSP AQs outside the User AQ Review Period	Falls away at PNID			
Assumption - Mod 428 Single Meter Supply Point, timescales are unchanged	Ofgem have stated that Mod 0428 timescales remain the same	It is not proposed to change this date.	None	None
2016 AQ Review	Will be done, as per UNC	None	AQ 2016 will be carried out. Principles agreed for 1 st October 2015 will be applied for the 1 st October 2016 implementation.	None
Mod 515 – Resolution timescales for SRVs & USRVs	Existing process to continue as per UNC.	Legal text states that this Mod is implemented at PNID	None, current process would continue	None

3. Topics not impacted by PNID

The topics here are those topics for which no additional action needs to be undertaken although the topic/activity may now continue for longer.

Topic	Description / impact	Solution options	Impact by delayed implementation
Gas day, change to 05:00hrs will still take place on 1st October 2015	Continue with delivery		None
Gemini	As Gemini and UKLP delivery are separate no issues are expected		None
CSEP processes remain as is until UKLP implementation	Continue as is		None, existing arrangements continue
All query processes and offline databases remain	Continue as is	No impact	None, existing arrangements continue
AQ end of year reconciliation (Mod 640 process)	Supply points that have moved from SSP to LSP on 1st October 2015 are subject to a reconciliation process. AQs can be Appealed until 31st December.	The adjustment is calculated on 31st December. This is an annual event following the annual AQ review process.	Based upon a 2016 implementation date the Mod 640 process will be performed for the AQ 2015 review
Mod 514: DMV continues	DM read obligations remain with the GT for a maximum of 6 months from PNID.	No impact	None

Topic	Description / impact	Solution options	Impact by delayed implementation
Mod 451AV Individual Settlements For Pre-Payment & Smart Meters	Continue service, conceptually may be issues with start and end dates of adjustments	No impact	None
AUGE	<p>Current table applies until 31 March 2016. UNCC agreed in November 2014 not to commence the 2015 process to develop a Statement and Table for 2016/17.</p> <p>No issues</p> <p>Will need to be rolled over, in hand with UNCC</p>	<p>Risk of later implementation already considered by UNCC. Current table will be rolled over or amended by UNCC to apply for the period from 1 April 2016 until Mod 432 implementation.</p> <p>Development of a new Statement and Table for 2016/17 not an option, due to lack of time now available. Current table runs from 1.4.15 – 31.3.16. Billed in monthly instalments, which cease at Mod 432 implementation. Table could be rolled over beyond 31.3.16 under current UNCC</p>	<p>To discuss this with UNCC</p> <p>In hand with UNCC</p>
iGTs	Will need to keep existing systems running	None	None
Design for UKLP is closed, unable to add in the items not scheduled for delivery for 1st October as per matters raised at Nexus workgroup		None	None

Topic	Description / impact	Solution options	Impact by delayed implementation
AQ - need non effective days as per Mod 535 Implementation of Annual Quantity arrangements (Project Nexus transitional modification)	Will still need to happen	None	None
0450B – Monthly revision of erroneous SSP AQs outside the User AQ Review Period	Falls away at PNID		
Mod 0473 - Allocation of Unidentified gas	Continues as per modification requirements	None	None