

xserve



respect > commitment > teamwork

# PN UNC Workgroup (Settlement topic)

2<sup>nd</sup> August 2011

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# Objectives of the Workgroups

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- Determine detailed business requirements & rules for future processing of meter reads and Settlement arrangements
- Output from workgroup;
  - Process maps
  - Business Requirements Document for future state. Document to 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

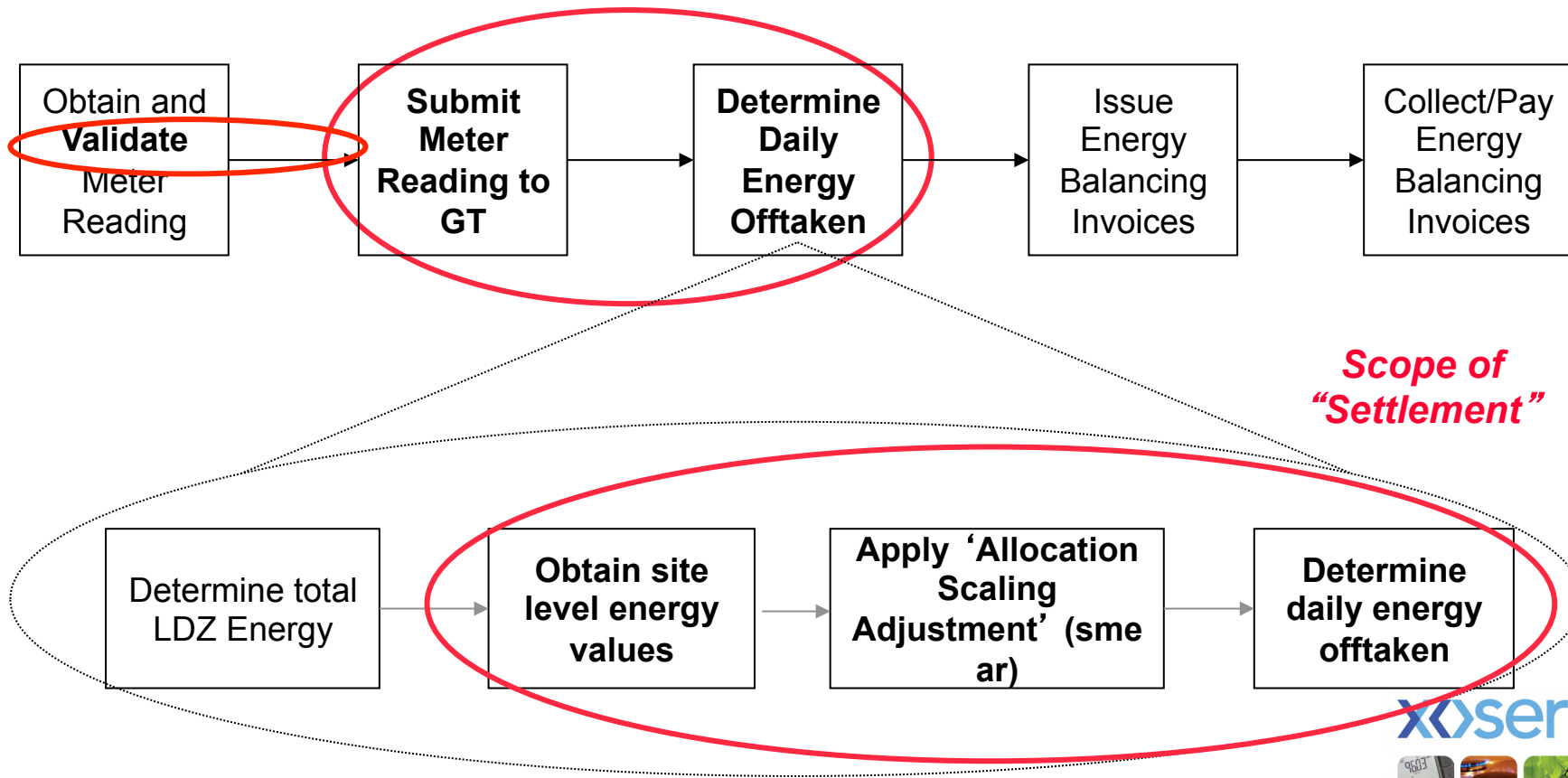


# Identification of Business Issues

- Issues identified at 1st AMR Workgroup from walkthrough of DME
- Agreed issues;
  - Calculation & provision of estimated reads
  - Deadline for receipt of daily reads (actual or estimated)
  - Backstop where no read provided
  - Replacement of reads (actual or estimated)
  - Limits on volumes
  - Close out of an estimated read where an actual is available
- Issues identified in the Allocation Principles and Settlement Workgroup
- Agreed issues;
  - Difference between gas nominations, allocations & actual consumption
  - Profiling & Scaling Factors are not appropriate
  - Estimation methodology
  - Unfair smearing mechanism
  - Current regime does not reflect changes in site consumption quickly

# Scope of Settlement Topic

- Determination of daily gas offtaken, processing of reads and interaction with subsequent reconciliation



**Scope of  
"Settlement"**

# Objectives for Meeting

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- Complete requirements for Settlement;
  - Agree future state process maps
  - Approve changes made to the BRD from the last version
  - Define & agree
    - Transfer read process
    - Read validations
    - Gas Nominations
  - Review/clarify any outstanding areas
    - Ensure all relevant areas on the ‘Outstanding Areas Log’ are resolved
- Agree next steps

# Business Requirements Document

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- Document details 4 parallel processes for settlement arrangements for all meter points.
- First version was an amalgamation of both AMR & Settlement requirements
- Key changes & agreements from the last version (0.5);
  - Agreed principles of Shipper & GT read validations
  - Agreed principles for gas nominations