|  |  |
| --- | --- |
| **Representation - Draft Modification Report UNC 0687V**  **Creation of new charge to recover Last Resort Supply Payments** | |
| **Responses invited by: 5pm on 30 December 2021**  **To:** [enquiries@gasgovernance.co.uk](mailto:enquiries@gasgovernance.co.uk)  *Please note submission of your representation confirms your consent for publication/circulation.* | |
| **Representative**: |  |
| **Organisation:** |  |
| **Date of Representation:** |  |
| **Support or oppose implementation?** | Support/Oppose/Qualified Support/Comments*\* delete as appropriate* |
| **Relevant Charging Methodology Objective:** | 1. Positive/Negative/None*\* delete as appropriate*   **c)** Positive/Negative/None*\* delete as appropriate* |
| *The consultation is aimed at establishing if the content/effect of the variation have caused you to change a view that you previously expressed, or to take a view that you had not previously considered.  Please note any representation received in respect of Modification 0687 will be carried forward should parties not wish to change their original representation.* | |

Reason for support/opposition: Please summarise (in one paragraph) the key reason(s)

Insert Text Here

Implementation: *What lead-time do you wish to see prior to implementation and why?*

Insert Text Here

Impacts and Costs: *What analysis, development and ongoing costs would you face?*

Insert Text Here

Legal Text: *Are you satisfied that the legal text will deliver the intent of the Solution?*

Insert Text Here

Modification Panel Members have requested that the following questions are addressed:

*Q1: What are the impacts for industry if the mandatory timeframes for changes to DN tariffs are not met?*

Insert Text Here

*Q2:**Based on the estimated SOLR levy costs published by DNs on 01 November 2021 which total approx. £900m (available in indicative charging statements, albeit with uncertainty, here:* [*https://www.gasgovernance.co.uk/indic/2022*](https://www.gasgovernance.co.uk/indic/2022)*, and an indicated split between domestic (80%) and non-domestic (20%) based on 0687, do Parties have any comments on the methodology proposed in 0687V?*

Insert Text Here

*Q3: What is the impact on markets and industry of the inclusion of wholesale costs in the varied Modification 0687V?*

Insert Text Here

*Q4. Do parties have any comments regarding the technical delivery of the Code solution proposed by the CDSP and under discussion at DSC Change Management Committee as detailed here:* [*https://www.xoserve.com/change/change-proposals/xrn-4992-modification-0687-creation-of-new-charge-to-recover-last-resort-supply-payments/*](https://www.xoserve.com/change/change-proposals/xrn-4992-modification-0687-creation-of-new-charge-to-recover-last-resort-supply-payments/)

*(Note this has been progressing under the standard process through the DSC Change Management Committee since 2019, so more up to date information is available - Option 4 – interim for 01 April 2022 implementation and Option 1 enduring for future implementation).*

Insert Text Here

*Q5: What is the impact on industry of the timeline of this Modification?*

*Consultation close out 5pm 30/12/21*

*FMR to Panel for reading 05/1/22*

*Panel consideration 12/1/22*

*FMR to Ofgem 12/1/22*

*Ofgem decision expected 20/1/22*

*Deadline for publication of DN charges 31/1/22*

Insert Text Here

Are there any errors or omissions in this Modification Report that you think should be taken into account? *Include details of any impacts/costs to your organisation that are directly related to this.*

Insert Text Here

Please provide below any additional analysis or information to support your representation

Insert Text Here