UNC Modification

At what stage is this document in the process?

UNC 0852: Shipper notification in relation option exercise for Custom Demand Side Response

	01	Modification
	02	Workgroup Report
to	03	Draft Modification Report
er	04	Final Modification Report

Purpose of Modification:

To require National Gas to notify the relevant Shipper in the event that a Customer Demand Side Response option is exercised.

Next Steps:

The Proposer recommends that this Modification should be:

- subject to Self-Governance
- assessed by a Workgroup

This Modification will be presented by the Proposer to the Panel on 17 August 2023. The Panel will consider the Proposer's recommendation and determine the appropriate route.

Impacted Parties:

High: Shippers and Suppliers and National Gas Transmission

Low:

None:

Impacted Codes:

Joint Office of Gas Transporters

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Timetable

Modification timetable:	National Gas Transmission	
Pre-Modification discussion	06 July 2023	
Date Modification Raised	07 July 2023	Joshua.Bates@nati
New Modification to be considered by Modification Panel	17 August 2023	onalgas.com
First Workgroup Meeting	07 September 2023	07790 941158
Workgroup Report to be presented to Modification Panel	14 December 2023	
Draft Modification Report issued for Consultation	15 December 2023	Systems Provider: Xoserve
Consultation Close-out for representations	09 January 2024	
Final Modification Report available for Modification Panel	10 January 2024	UKLink@xoserve.c
Modification Panel decision	18 January 2024	om

Any

questions?

Transporters

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1 Summary

What

- 1. As part of the development of <u>Modification 0844</u>: <u>Enabling Direct Contractual Arrangements with</u> <u>Consumers for Demand Side Response</u>, discussions took place in relation to a request for Shippers to be notified when direct Customer Demand Side Response options were exercised.
- 2. It is expected that the number of Demand Side Response contracts will remain low with the Central Data Service Provider Rough Order of Magnitude assessment based on 30 customers.

This ROM is based on a maximum of 30 consumers each month. If the number of requests exceeds this value then an assessment will be carried out to review the additional efforts.

Why

- 3. Both the Shipper and Customer representatives in the Modification 0844 Workgroup felt that requiring National Gas to contact Shippers when Consumer Direct Demand Side Response was triggered would be prudent.
- 4. It was noted that the resourcing more broadly in the event of an incident was agile and thus suitable resources could be brought in to meet the relevant requirements.
- 5. National Gas did affirm in the legal text that they will notify the relevant DN Operator (text below from TPD Section D)
 - 8.7.6 Where National Gas Transmission exercises a DSR Option, if the Supply Meter Point is a LDZ Supply Meter Point it will notify the relevant DN Operator of the exercise.
- 6. National Grid were, despite requests to, unwilling to provide a similar service to Shippers
 - 7.9.6 Where National Gas Transmission exercises a Consumer DSR Option it will not inform the Registered User of the Supply Meter Point of the exercise;

How

7. We propose to introduce a requirement on National Gas to notify the relevant Shipper (suggested text is below)

7.9.6 Where National Gas Transmission exercises a Consumer DSR Option it will inform the Registered User of the Supply Meter Point of the exercise.

2 Governance

Justification for Self-Governance

This change is immaterial as it relates to a small change relating to a very limited number of circumstances

Requested Next Steps

This Modification should:

- be considered a non-material change and be subject to Self-Governance.
- be assessed by a Workgroup.

3 Why Change?

- 1. As part of the development of Modification 0844: Enabling Direct Contractual Arrangements with Consumers for Demand Side Response discussions took place in relation to a request for Shippers to be notified when Customer Demand Side Response options were exercised.
- 2. It is expected that the number of Demand Side Response contracts will remain low with the Central Data Service Provider Rough Order of Magnitude assessment based on 30 customers.

This ROM is based on a maximum of 30 consumers each month. If the number of requests exceeds this value then an assessment will be carried out to review the additional efforts.

- 3. Both Shipper and Customer representatives in the Modification 0844 Workgroup felt that requiring National Gas to contact Shippers when Consumer Direct Demand Side Response was triggered would be beneficial.
- 4. It was noted that the resourcing more broadly in the event of an incident was agile and thus suitable resources could be brought in to meet the relevant requirements.
- 5. National Gas did affirm in the legal text that they will notify the relevant DN Operator (text below from TPD Section D)
 - 8.7.6 Where National Gas Transmission exercises a DSR Option, if the Supply Meter Point is a LDZ Supply Meter Point it will notify the relevant DN Operator of the exercise.
- 6. National Grid were, despite requests to, unwilling to provide a similar service to Shippers
 - 7.9.6 Where National Gas Transmission exercises a Consumer DSR Option it will not inform the Registered User of the Supply Meter Point of the exercise;
- 7. We propose to introduce a requirement on National Gas to notify the relevant Shipper (suggested text is below)

7.9.6 Where National Gas Transmission exercises a Consumer DSR Option it **will** inform the Registered User of the Supply Meter Point of the exercise.

4 Code-Specific Matters

Reference Documents

TRANSPORTATION PRINCIPAL DOCUMENT SECTION D – OPERATIONAL BALANCING AND TRADING ARRANGEMENTS

Knowledge/Skills

TBC.

5 Solution

The Business Rules (BR) are set out below:

BR1. Introduce a requirement on National Gas to notify the relevant Shipper (Registered User of the Supply Meter Point) when exercising a Consumer DSR Option.

Note: Suggested legal text:

TPD Section D

7.9.6 Where National Gas Transmission exercises a Consumer DSR Option it **will** inform the Registered User of the Supply Meter Point of the exercise.

6. Impacts & Other Considerations

Does this Modification impact a Significant Code Review (SCR) or other significant industry change projects, if so, how?

No.

Consumer Impacts

What is the current consumer experience and what would the new consumer experience be?

The outcome should be an additional level of notification that was requested by both the Shipper and Customer representatives at Workgroup 0844 - Enabling Direct Contractual Arrangements with Consumers for Demand Side Response.

Impact of the change on Consumer Benefit Areas:		
Area	Identified impact	
Improved safety and reliability	None	
Lower bills than would otherwise be the case	None	
Reduced environmental damage	None	
Improved quality of service	None	
Benefits for society as a whole	None	

Cross-Code Impacts

TBD

EU Code Impacts

None

Central Systems Impacts

None identified

6 Relevant Objectives

Impact of the Modification on the Transporters' Relevant Objectives:

Relevant Objective		Identified impact
a)	Efficient and economic operation of the pipe-line system.	None
b)	Coordinated, efficient and economic operation of	None
	(i) the combined pipe-line system, and/ or	
	(ii) the pipe-line system of one or more other relevant gas transporters.	
c)	Efficient discharge of the licensee's obligations.	None
d)	Securing of effective competition:	Positive
	(i) between relevant shippers;	
	(ii) between relevant suppliers; and/or	
	(iii) between DN operators (who have entered into transportation	
	arrangements with other relevant gas transporters) and relevant shippers.	
e)	Provision of reasonable economic incentives for relevant suppliers to secure	None
	that the domestic customer supply security standards are satisfied as respects the availability of gas to their domestic customers.	
f)	Promotion of efficiency in the implementation and administration of the Code.	None
g)	Compliance with the Regulation and any relevant legally binding decisions of	None
	the European Commission and/or the Agency for the Co-operation of Energy Regulators.	

d) The inclusion of notification to Shippers in the event that Consumers direct Demand Side Response is triggered will provide an additional level of security for Shippers and Consumers. This is particularly relevant as direct contracting between National Gas and Consumers is atypical.

7 Implementation

ASAP

8 Legal Text

Text Commentary

твс

Text

твс

9 Recommendations

Proposer's Recommendation to Panel

The Panel is asked to:

- Agree that Self-Governance should apply.
- Refer this proposal to a Workgroup for a short assessment.