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**Modification 0473 –
Consideration of Final AUG Table for
2017/18
UNCC 20 July 2017**

Contents

- Slides 3 & 4 – today's objectives
- Slides 5 and onwards – background material if required

Today's Objective

- Fulfil the Committee's UNC obligation to consider the final AUG Table
- E9.4.3 [0473 Legal Text] In respect of each AUG Year:
- (g) such steps as are set out in the AUG Document shall be taken in relation to the proposed AUG Table, following which the AUG Expert shall submit a final AUG Table to the Committee for approval;
- (h) the Committee shall approve the final AUG Table submitted by the AUG Expert pursuant to paragraph (g) unless by unanimous resolution the Committee determines:
 - (i) to approve a modified AUG Table; or
 - (ii) to require any further iteration of any steps as referred to in paragraph (g), in which case paragraph (g) and this paragraph (h) shall further apply;
- (i) the Committee shall publish the AUG Table approved in accordance with paragraph (h);

Options for today's meeting

- Unanimously agree changes to Final AUG Table published 30 June
 - Does any party propose any changes?
- Or:
- Unanimously agree a further iteration of one or more steps in the AUG Framework document
 - Does any party propose any such re-work?
- Otherwise the AUG Table is approved
 - Becomes effective 1 October 2017

Background

- Modification 0473 – Project Nexus – Allocation of Unidentified Gas – approved by Ofgem in April 2015
- Re-introduces concept of an Allocation of Unidentified Gas (AUG) Expert in a post-Nexus world
- New AUG Expert defines a Methodology to determine weighting factors to be used for distribution of daily UG rather than a total UG quantity
- DNV GL appointed as AUGE in July 2016


Implementation of Mod 0473

- Implementation Date aligned to Project Nexus Implementation Date (PNID) – 1 June 2017
- AUG Year commences 01 October each year
- An Interim Table of Weighting Factors applies from PNID until start of next AUG Year
 - Included in new AUG Framework Related Document
 - Incorporated in UNC TDIIF 3.6.3
- AUG has two key deliverables:
 - <http://www.gasgovernance.co.uk/augenex/1718>
 - AUG Statement (Methodology) – revised version published 28 April
 - AUG Table of Weighting Factors – final Table published 30 June

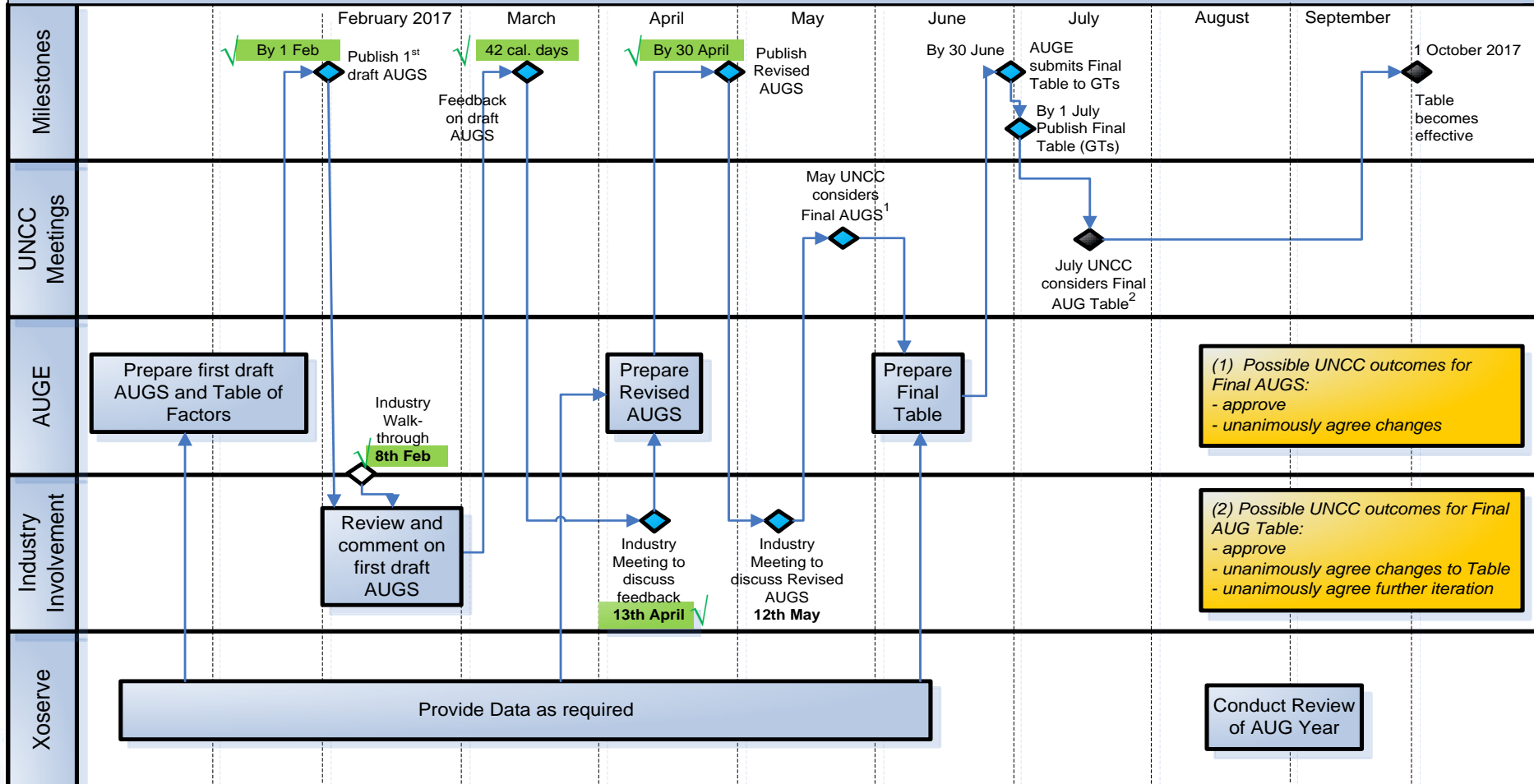
Updated Timeline for 2016/17 Service

Indicative AUG Timeline for 2017/18 Statement and Table – Mod 0473




Updated to reflect revised PNID, Methodology Review Meeting dates and progress to date

 Current Project Nexus Implementation Date

Version 2.7, 08/05/2017



Legend

-  UNC Requirement
-  AUGE Framework Milestone
-  Other events

Notes

- UNC/AUGS Framework Milestones are **latest** dates
- Diagram is for illustration only – in event of conflict with UNC/ AUGS Framework, then the relevant formal document prevails

Update on 2017/18 Process

- AUG Framework process has been followed to date:
 - Draft AUGS 01 February
 - Additional Walkthrough meeting during feedback window
 - 3 parties made comments on Draft AUGS
 - Response meeting for AUGS to respond to comments
 - Revised Draft AUGS 28 April
 - Revised AUGS Walkthrough meeting 12 May
 - Revised AUGS discussed at May UNCC and adopted – proposal to change was not unanimously supported
 - Final AUG Table published 30 June