

## UNC Shrinkage Forum Minutes

### Wednesday 29 August 2018

### Teleconference

#### Attendees

Chris Shanley (Chair)	(CS)	Joint Office
Helen Cuin (Secretary)	(HCu)	Joint Office
Colin Wainwright	(CW)	Scotia Gas Networks
Dean Pearson	(DP)	Northern Gas Networks
Grant Richardson	(GR)	Scotia Gas Networks
Gregory Edwards	(GE)	Centrica
Ian Dunston	(ID)	Wales & West Utilities
Kirsty Dudley	(KD)	E.ON
Mark Jones	(MJ)	SSE
Matt Marshall	(MM)	Cadent
Nick Pollard	(NP)	Northern Gas Networks
Peter Morgan	(PM)	Scotia Gas Networks
Shahin Ali	(SA)	Wales & West Utilities

Copies of all papers are available at: <https://www.gasgovernance.co.uk/SF/290818>

#### 1. Introduction and Status Review

##### 1.1. Approval of Minutes (28 March 2018)

The minutes of the previous meeting were approved.

#### 2. AiGT Shrinkage Analysis Update

CS confirmed that an IGT representative was not available for today's meeting. He informed delegates that the Gas Transporters and IGTs are also discussing IGT Shrinkage at the IGTAD meetings and although IGT shrinkage is deemed to be low, discussions are taking place on whether it is appropriate for it to continue to form part of UIG.

CS confirmed that the next IGTAD meeting is taking place on 5<sup>th</sup> September and it is anticipated that an AiGT update should be available at the next Shrinkage meeting in November.

#### 3. Shipper feedback on Shrinkage Model and Briefing Pack

CS recapped Action SF0301 and the request for shippers to provide feedback.

GE confirmed that the model and briefing pack have been circulated internally for comments. He clarified that no comments have been provided as of yet and any feedback received will be provided in due course.

MJ and KD confirmed they had no feedback. No further points were raised. It was agreed to close the action and remove the agenda item for future meetings.

#### 4. Terms of Reference Update

PM confirmed the terms of reference has been published with some minor amendments about meetings being a teleconference as standard and face to face meetings being an option when deemed necessary.

No further comments were provided on the Terms of Reference.

## 5. Update on Promotion of Shrinkage Forum

PM confirmed a slide had been provided at the April Distribution Workgroup Meeting. As a result, attendance has improved.

KD that it was due to other priorities that the Shrinkage Forum had not been attracting much interest.

MJ also highlighted that although meetings are set well in advance, other commitments and later organised meetings can detract attention away from the Shrinkage Forum and suggested going forward that the Joint Office avoid organising meeting on the same day to aid the situation.

## 6. Review of outstanding actions

**SF0301:** ALL Shippers to provide feedback on the Shrinkage Briefing Pack, the Shrinkage Model and provide any specific questions on these documents to the GDNs.

**Update:** See item 3.0. **Closed.**

**SF0302:** SGN (PM) to produce a slide to be added to the Distribution Workgroup Agenda under Any Other Business (AOB) promoting the Shrinkage Forum.

**Update:** See item 5.0. **Closed.**

**SF0303:** SGN (PM) to amend the Terms of Reference regarding forthcoming Shrinkage Forum Meetings to be Teleconference moving forward, with Face to Face meetings by exception.

**Update:** See item 4.0. **Closed.**

## 7. Any Other Business

### 7.1. GT2 Outputs: de-carbonisation

DP highlighted as a result of the GD2 Price Control Review there has been a request for the industry to look at de-carbonising and this would include looking at shrinkage from an output and incentives perspective. He wanted to flag this to the Shrinkage Forum for awareness and encouraged parties to get in touch with Ofgem if they wish to be involved and want to have an input into how shrinkage could look for GD2.

## 8. Diary Planning

Further details of planned meetings are available at: <https://www.gasgovernance.co.uk/events-calendar/month>

Time/Date	Venue	Programme
10:00, Wednesday 21 November 2018	Teleconference	<ul style="list-style-type: none"> <li>• AiGT Shrinkage Update</li> <li>• Annual Shrinkage Model Review</li> </ul>
10:00, Friday 14 December 2018	Teleconference	Agenda to be confirmed
10:00, Wednesday 27 March 2019	Teleconference	Agenda to be confirmed

<b>Action Table (as at 28 March 2018)</b>					
<b>Action Ref</b>	<b>Meeting Date</b>	<b>Minute Ref</b>	<b>Action</b>	<b>Owner</b>	<b>Status Update</b>
<b>SF0301</b>	28/03/18	4.0	ALL Shippers to provide feedback on the Shrinkage Briefing Pack, the Shrinkage Model and provide any specific questions on these documents to the GDN's.	ALL Shippers	<b>Closed</b>
<b>SF0302</b>	28/03/18	4.0	SGN (PM) to produce a slide to be added to the Distribution Workgroup Agenda under Any Other Business (AOB) promoting the Shrinkage Forum.	SGN (PM)	<b>Closed</b>
<b>SF0303</b>	28/03/18	4.0	SGN (PM) to amend the Terms of Reference regarding forthcoming Shrinkage Forum Meetings to be Teleconference moving forward, with Face to Face meetings by exception.	SGN (PM)	<b>Closed</b>