

UNC Project Nexus Workgroup Minutes

Tuesday 09 August 2016

Consort House, 6 Homer Road, Solihull B91 3QQ

Attendees

Bob Fletcher (Chair)	(BF)	Joint Office
Lorna Dupont (Secretary)	(LD)	Joint Office
Andy Clasper	(AC)	National Grid Distribution
Angela Love*	(AL)	ScottishPower
Chris Warner	(CW)	National Grid Distribution
Colette Baldwin	(CB)	E.ON
David Addison	(DA)	Xserve
Emma Lyndon	(EL)	Xserve
Hilary Chapman	(HC)	Scotia Gas Networks
Jaimie Simpson*	(JS)	Engie
Kristian Pilling*	(KP)	SSE
Lorna Lewin	(LL)	DONG Energy
Mark Jones*	(MJ)	SSE
Michele Downes	(MD)	Xserve
Phil Lucas	(PL)	National Grid NTS
Steve Mulinganie	(SM)	Gazprom

*via teleconference

Copies of all papers are available at: <http://www.gasgovernance.co.uk/nexus/090816>

1. Introduction and Status Review

1.1. Approval of Minutes (12 July 2016)

The minutes of the previous meeting were approved.

1.2. Actions

0601: Xserve to provide a summary of the potential impacts should the Project Nexus Implementation Date change.

Update: Provided by MD; see 3, below. **Closed**

0701: *Requirements Log Addition* - MD to add issue 'Requiring an Estimate at Code Cut Off Date (UNC Modification 0576)'.

Update: Completed. **Closed**

0702: *Project Nexus Workgroup Working Documents* - All to consider to where any working documents, such as the Requirements Log, might be appropriately migrated, in the event of Project Nexus Workgroup closure.

Update: It was observed that these working documents were under constant reference by parties while Nexus remained in flux, and there was a preference (in the present circumstances) to retain the documents in their current position on the Joint Office website, rather than change their location. **Closed**

1.3. Pre-Modification discussions

No business for discussion.

2. Workgroups

2.1. 0531 – Provision of an Industry User Test System

The interim Workgroup Report was submitted to the July Panel and an extension was granted to the September Panel (15 September 2016).

The minutes of this meeting are located at: www.gasgovernance.co.uk/0531/090816.

3. Impact Assessment Report: Delay to Project Nexus Implementation Date

In response to Action 0601, MD had provided an Impact assessment Report for consideration and discussion.

SM asked how AQ Appeals might be managed over the coming winter. CW believed the current provisions would apply. MD observed that if changes to the timetable were needed then a separate modification would be required. The Transition and sweep up modifications and the BRDs would be reviewed once the revised Project Nexus Implementation Date was known. SM queried if anything relating to the existing arrangements needed to be re-assessed and quickly addressed. MD indicated that she would potentially need to carry out assessments on the assumptions and impacts for every month, and that every item on this report would need to be reviewed.

SM asked if an AQ Review would be required before October 2017 even if Nexus implementation were before this date; various scenarios were discussed. It was observed that Xoserve might prefer not to have an AQ Review at the same time as Nexus implementation should the dates coincide. Any hard coded dates would be reviewed and may have to be amended. The consequences would have to be clearly understood and any modification would have to be considered fairly quickly.

The Impact assessment Report was then reviewed. MD explained the structure and then outlined each topic individually, drawing attention to specific points of note as appropriate.

Under Section 2.1:

- *Formula Year AQ (FY AQ)* - The validity of the depicted snapshot dates were discussed at some length. The Rolling AQ process and timescales were explained, and the best dates for the most accurate data to drive transportation charges (April and October). DA explained what/when particular data would be taken into account. At the conclusion of the discussion MD agreed to review the dates (in the second column) and add in the Appeal window dates (the point at which the process closes). It was thought that this might have an impact on transition/legal text. MD indicated she would also review the BRD and update as appropriate. Change marked documents will also be provided for publication.
- *Annual AQ Process* - MD indicated she would review these dates also and revise as appropriate. The impact on the Ratchets process would also be reviewed and separated out into an individual topic in the next version of this report.
- *AQ Appeals Process* - MD indicated she would review and revise as appropriate.
- *AQ Amendments Process* - MD indicated she would review and revise as appropriate. The TO4 issue will also be reviewed.
- *Retrospective Updates* - To be reviewed and revised as appropriate.
- *AQ end of year reconciliation (Mod 640 process)* - To be reviewed and revised as appropriate.

- *Mod 514: DMV continues* - SM asked, as it is no longer a winter issue does the 6 months still stand? MD will review and clarify.
- *Mod 451AV Individual Settlements For Pre-Payment and Smart Meters* - To be reviewed and revised as appropriate.
- *AUGE* - To be merged with AUG Arrangements item.
- *0450B - Monthly revision of erroneous SSP AQs outside the User AQ Review Period* - To be reviewed and revised as appropriate, given the potential date changes.-
- *Mod 528 - Implementation of Supply Point Administration, gas allocation and settlement arrangements (Project Nexus transitional modification)* - To be reviewed and revised as appropriate.
- *Mod 0573 - deferral of implementation of elements of Retrospective Adjustment arrangements* - To be reviewed and revised as appropriate.

Under Section 2.2:

- All topics will be reviewed and revised as appropriate.

Next Steps

Non Effective Days will also be added to this report, as a separate item.

MD will revise the report and provide an updated version for publication and review at the next meeting.

4. Requirements Log

REQ 59 had been added to the log so that it should not be lost sight of.

5. Issues

No new issues raised.

6. Any Other Business

None raised.

7. Diary Planning

Further details of planned meetings are available at: www.gasgovernance.co.uk/Diary

Next Agenda

Suggesting that Non Effective Days be considered at the next meeting, DA gave some example scenarios and confirmed that 7 days was the starting point.

Future meetings

The need for further Project Nexus Workgroup meetings was discussed. Observing that the volume of work required in respect of Project Nexus was now decreasing, it was suggested that one additional meeting (currently arranged for 13 September 2016) may be required, depending on the amount of business brought forward for consideration in the interim. If this proved to be very light, then this meeting would be cancelled and any outstanding business (including review/approval of the minutes and any outstanding actions from the Project Nexus Workgroup) would then be transferred to the responsibility of the Distribution Workgroup (meeting on 22 September 2016). The UNC Modification Panel's agreement to the formal closure of the Project Nexus Workgroup would then be sought.

Time/Date	Venue	Workgroup Programme
10:30, Tuesday 13 September 2016	Consort House, 6 Homer Road, Solihull B91 3QQ	<p>To be confirmed:</p> <ul style="list-style-type: none"> • Standard items • Consideration of Non Effective Days • Review updated Impact Assessment Report (Delay to PNID) • If available, potential new 'sweep up' modification (National Grid Distribution)

Action Table (as at 09 August 2016)					
Action Ref	Meeting Date	Minute Ref	Action	Owner	Status Update
0601	06/06/16	5.1	Xoserve to provide a summary of the potential impacts should the Project Nexus Implementation Date change.	Xoserve (DA)	Closed
0701	12/07/16	5.2	<i>Requirements Log Addition</i> - MD to add issue 'Requiring an Estimate at Code Cut Off Date (UNC Modification 0576)'.	Xoserve (MD)	Closed
0702	12/07/16	6.	<i>Project Nexus Workgroup Working Documents</i> - All to consider to where any working documents, such as the Requirements Log, might be appropriately migrated, in the event of Project Nexus Workgroup closure.	ALL Parties	Closed