Agenda:	Pre-Modification Panel Briefing
Meeting Details:	13:00, 15 May 2017
Teleconference:	0207 950 1251, access code 21870295#
Documentation at:	http://www.gasgovernance.co.uk/panel/180517

Dear Colleague,

Please note that we will be hosting a pre-Modification Panel briefing by teleconference starting at **13:00 on Monday 15 May 2017**. Discussions will be based on the Modification Panel agenda (<u>http://www.gasgovernance.co.uk/panel/180517</u>).

This pre-Panel briefing is intended to provide, in particular, an opportunity for smaller parties, including customer representatives as well as smaller Shippers and Suppliers, an opportunity to feed views into the modification process at critical stages. We therefore expect to focus on new Modifications and those on which the Panel will debate whether or not implementation is supported. Similar teleconferences are held prior to each monthly Modification Panel meeting (third Thursday of the month). Any views on which information would be most helpful to you, or on the time and format of the teleconference, would be welcome.

Modifications that are on this month's Panel agenda are:

### **New Modifications**

### Modification 0619 – Application of proportionate ratchet charges to daily read sites

Proposed by Gazprom

This modification seeks to address the penalty-effect of ratchets for Class 1 and 2 sites that are believed not to present a risk to the safe management of local networks. It proposes to apply a corrective charge relevant to the appropriate capacity charges that would have applied if the offtake quantity was correct in the first place. The Proposer believes this will encourage more sites to become daily read, with consequential benefits to settlement.

It is, in effect, a replacement solution to the problem initially addressed by Modifications 0571 and 0571A, of which 0571 has now been withdrawn.

The Proposer is not seeking self-governance status for this modification on the basis that it may have a material impact upon the commercial activities associated with gas shipping.

http://www.gasgovernance.co.uk/0619

### Implementation Recommendations

# Modification 0618 (Urgent) – Extension of Invoicing Contingency Arrangements in case of Project Nexus defect

This modification proposes to extend the existing UNC provisions for producing estimated LDZ Capacity invoices in the event that the new UK Link system cannot produce the normal invoices after implementation on 01 June 2017. A time limit of 8 months is included, which is consistent with the recently-approved iGT 097 (the

equivalent modification to the iGT UNC).

Ofgem granted urgent status on 10 May on the basis that this was an imminent issue that if not addressed may cause a significant commercial impact on parties. A short consultation, closing on 15 May, was set such that Panel can consider any issues raised by respondents and make a recommendation on implementation.

http://www.gasgovernance.co.uk/0618

## Self-Governance Implementation

None this month

I hope this summary is helpful.

Regards,

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UNC related documents can be accessed via our website: www.gasgovernance.co.uk