Joint Office of Gas Transporters

#### **UNC 0710**

CDSP provision of Class 1 read service

Proposer: Richard Pomroy WWU

Panel Date: 21st November 2019

# Why change?

Please use bullets to summarise what in the UNC is wrong and creating problems

- Continued provision of the Class 1 Daily Meter Read service by DNOs runs the risk of the service becoming uneconomic and inefficient
- Feedback from previous discussions is that provision of the service by individual Shippers is not attractive and may restrict competition in this market segment.
- Moving to CDSP provision it allows Shippers to collectively define the service.

## **Options**

Please use bullets to summarise what options have been considered to fix the identified problem. Is a UNC modification the only route?

- Do nothing not sustainable in longer term
- Open to competition and make Shippers responsible
- Move to central provision (as proposed)

#### Solution

- Transfer existing Class 1 daily read obligations from DNOs to a service provided by the CDSP
- Transfer on date to be agreed outside winter period
- Novate contracts between DNOs and DMSPs to CDSP
- Amend UNC, remove current UNC liability regime
- Create new DSC service lines including service for provision of within-Day reads to Shippers and Transporters if requested

### Recommended Steps

Please use bullets to summarise the recommended steps. Please indicate how long you think the assessment process should last and if self-governance should apply or not.

- •The Proposer recommends that this modification should be:
  - Not subject to self-governance because the removal of the Transporter monopoly meter reading obligation in respect of Class 1 Supply Meter Points affects competition between Suppliers and Shippers and given that this service is provided for the largest customers
  - Workgroup assessment to develop the modification for 3 months