PAC Industry Update

14th December 2020



Specific areas of note for PAC from relevant industry meetings and discussions

- UNC 734S / XRN 5236 Reporting Valid Confirmed Theft of Gas into Central Systems
- UNC 664V / IGT 145 / XRN 4990 Transfer of Sites with Low Valid Meter Reading Submission Performance from Classes 2 and 3 into Class 4
- UNC 736S / 746 / XRN 5237 Clarificatory change to the AQ amendment process within TPD G2.3
- AUGE Extraordinary Sub-committee 11th November 2020
- UNC 692S / IGT 131 / XRN 4941 Automatic updates to Meter Read Frequency



UNC Modification number: 734S Title: Reporting Valid Confirmed Theft of Gas into Central Systems Raised by: Gazprom Date Raised: August 2020 IGT UNC Modification Number: Not yet raised CDSP XRN Number: XRN5236

What change is proposed? Not all confirmed theft energy is being updated in settlements. The proposal is to automate theft data from TRAS into CMS that can then be confirmed by shippers, while enhancing the UNC obligation to ensure the correct energy is entered into settlements.

What should PAC be aware of? The mod has been raised to bring about recommendations from the Joint Theft Reporting Review (2019). PAC monitoring will be required once the mod is implemented. The solution is still being defined, once that crystallises, potential reporting options will be clearer. This was discussed in detail at the recent theft subgroup, plus ways this can be looked at by PAC in the interim. UNC Modification number: 736S / 746 Title: Clarificatory change to the AQ amendment process within TPD G2.3 Raised by: Cadent / Gazprom Date Raised: September 2020 IGT UNC Modification Number: Potentially not needed Title: N/A CDSP XRN Number: XRN5237

What change is proposed? Clarifying the circumstances under which shippers can action an AQ correction (specifically to close the scenario where a shipper change takes place). The alternative adds a retrospective element to the actions that led to the mod being raised (correcting the previous changes).

What should PAC be aware of? AQ corrections is on the risk register and there is an enduring PARR report in this area. AQ Correction reporting already exists, nothing further required for the reporting beyond what's already proposed to add in XRN 4876. PAC should be aware of the additional obligation being introduced (clarifying the obligation for reason code 3, so this reason code can't be actioned where a meter point has moved between affiliated organisations, with CDSP adding additional system validation through a potential user table). UNC Modification number: 664V Title: Transfer of Sites with Low Valid Meter Reading Submission Performance from Classes 2 and 3 into Class 4 Raised by: SSE Date Raised: August 2018 IGT UNC Modification Number: IGT145 Title: As above CDSP XRN Number: XRN4990

What change is proposed? Proposal to transfer sites with low read submission performance from class 2 and 3 to 4, to prevent gaining from UIG sharing factors without submitting meter reads. The mod is now being updated to include a shipper/supplier appraisal component.

What should PAC be aware of? Originally raised on behalf of PAC to manage class 2 and 3 read issues. The latest variation would introduce a new concept of measuring shipper and supplier performance, which PAC should be aware of. PAC should also consider likely implementation timescales, and whether anything further is needed in the interim (additional reporting for class 2 & 3)? Sub-committee: AUGE Latest: Extraordinary Sub-committee meeting held on 11th November

Where is it in the process? The additional meeting was called to update the industry on current thinking and approaches to methodology. Draft factors will be published at the start of 2021, with the next meeting to discuss the draft factors in January 2021.

What should PAC be aware of? Some topics under discussion overlap with settlement risks held on the PAC Risk Register.

Points of interest

<u>Theft not going into settlements:</u> Potential estimated 34 GWh in the target year, mod 734S is also looking at this issue and was discussed at the recent PAC sub-group.

<u>Undetected theft:</u> Some potential changes to categorisation being considered.

Meter errors at LDZ input: AUGE estimates potentially will remain at recent estimated levels.

No read at line in the sand: Higher volumes in EUC 01 and EUC 09 highlighted, to be discussed at PAC in December. UNC Modification number: 692S Title: Automatic Updates to Meter Read Frequency Raised by: Total Date Raised: May 2019 IGT UNC Modification Number: IGT131 Title: Automatic Updates to Meter Read Frequency CDSP XRN Number: XRN4941

What change is proposed? CDSP to automatically update the meter read frequency flag for supply points where the relevant criteria for monthly status has been met, and where it hasn't been updated by the shipper.

What should PAC be aware of? Will allow enhanced monitoring of these sites in conjunction with mod 672 – underlying data will be updated so the monthly read frequency is correctly set in the system for relevant sites. PAC will need to be aware of implementation timescales as there could be a short term change in reported numbers at that point. XRN 4941 is currently under discussion for November 2021 release (was descoped from Nov 2020 due to appeal), with potential CSS

implementation impacts being analysed and discussed by the CDSP and industry.