




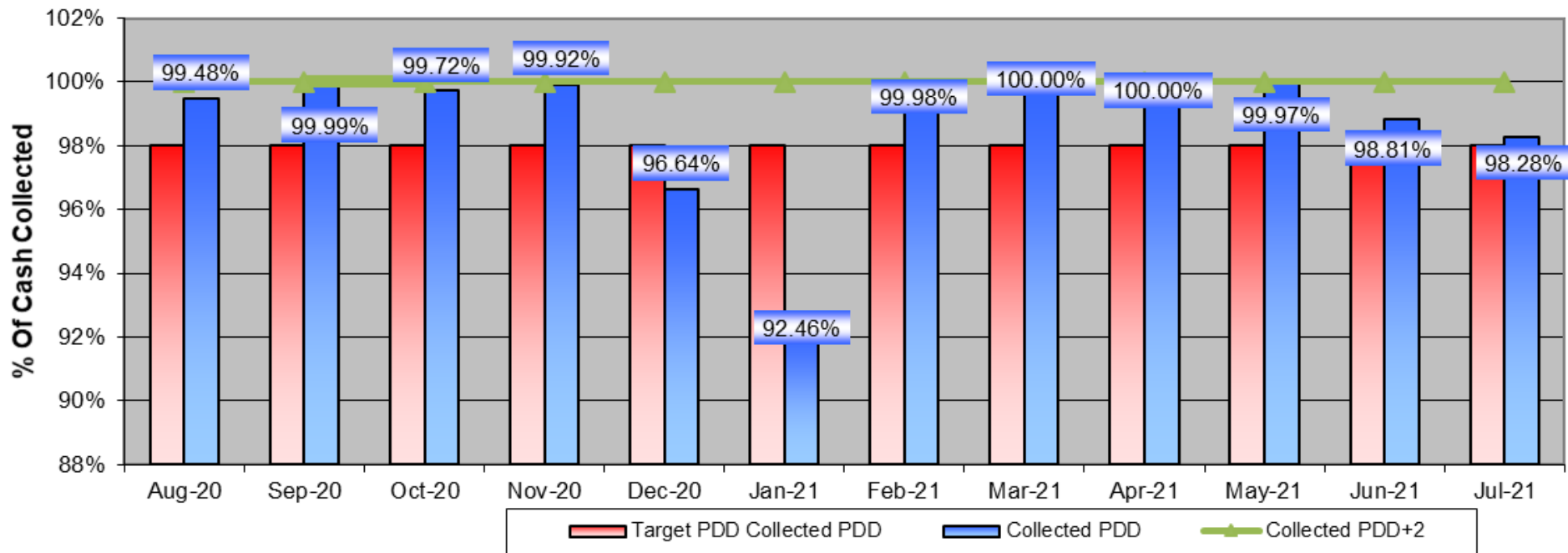
# **Energy Balancing Committee Operational Update**

**August 2021**


# Energy Balancing Credit Committee Scorecard – Quarterly Meeting August 2021

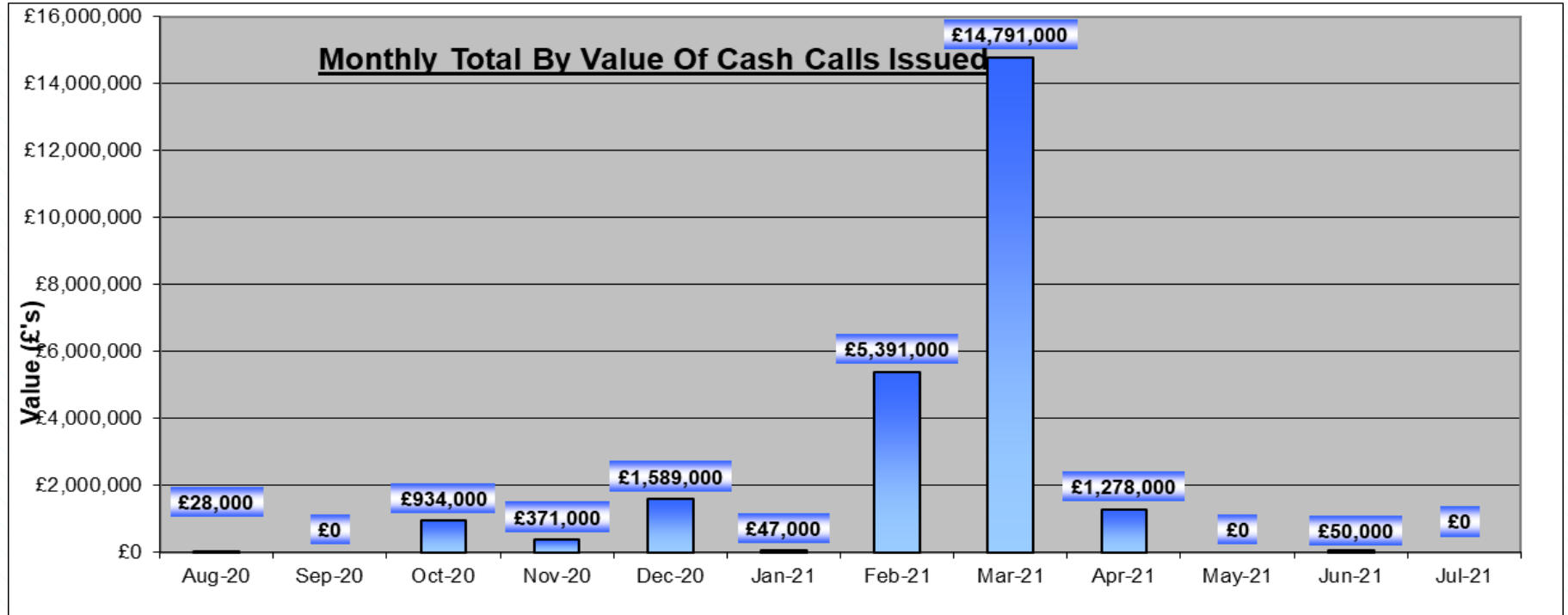
Subject Areas	Areas to cover	Quarterly RAG
	<ul style="list-style-type: none"> <li>98% of Cash Collected by Payment Due Date</li> <li>100% of Cash Collected by Payment Due Date +2</li> </ul>	<ul style="list-style-type: none"> <li>Cash Collection target achieved by Payment Due Date for May, June and July 2021.</li> <li>Failure to Pay Notices Issued – 4 in May, 3 in June and 4 in July.</li> <li>Target of Cash Collected by Payment Due Date +2 achieved for the last quarter.</li> </ul>

## Monthly Breakdown Of Cash Collected At Payment Due Date



# Energy Balancing Credit Committee Scorecard – Quarterly Meeting August 2021



Subject Areas	Areas to cover	Quarterly RAG
 <p>Security</p>	<ul style="list-style-type: none"> <li>• Security Renewals completed within month</li> <li>• Further Security Requests</li> <li>• Cash Calls</li> <li>• Alerts</li> <li>• Credit Agency Update</li> </ul>	<ul style="list-style-type: none"> <li>• All securities renewed ahead of expiry.</li> <li>• 0 Cash Calls issued in May and July. 1 cash call issued in June 2021 which was paid.</li> <li>• No bank downgrades or credit agency alerts requiring action</li> </ul>



# Energy Balancing Credit Committee Scorecard – Quarterly Meeting August 2021

Subject Areas	Areas to cover	Quarterly RAG
 <p>Debt</p>	<ul style="list-style-type: none"><li>• Terminated Users</li><li>• Debt</li><li>• Administrator Updates</li></ul>	<ul style="list-style-type: none"><li>• 4 terminated shippers since 2018 with a total debt of £13,615,016.46 which is being pursued through appointed administrators via regular updates.</li><li>• Debt smeared 2 months after invoice due date to community.</li><li>• As of 30<sup>th</sup> July 2021 there has not been any offer of settlement from administrators.</li></ul>
 <p>Escalations</p>	<ul style="list-style-type: none"><li>• Escalations to Committee</li></ul>	<ul style="list-style-type: none"><li>• No Committee escalations this quarter.</li></ul>

# Energy Balancing Credit Committee Scorecard – Quarterly Meeting August 2021

Subject Areas	Areas to cover	Quarterly RAG
 <p>Invoicing</p>	<ul style="list-style-type: none"><li>• Invoicing Issues</li><li>• Late Paid Interest</li></ul>	<ul style="list-style-type: none"><li>• As of 30<sup>th</sup> July 2021 the financial value for late paid charges accrued between May June and July is a net of -£147.86.</li><li>• No issues with invoicing recorded.</li></ul>
 <p>Outlook</p>	<ul style="list-style-type: none"><li>• Focus Areas for next quarter</li><li>• Team Initiatives</li></ul>	<ul style="list-style-type: none"><li>• Continuing to monitor financial institutions providing security and individual organisations through credit agencies.</li><li>• Continued engagement with customers to identify any issues at an early stage with no indications given.</li><li>• Continuing early communications with invoicing teams to obtain invoice data earlier to forecast any potential cash calls.</li><li>• Direct Debit implementation for Energy invoices.</li><li>• Implementation of National Grid's MYFinance system and working closely with NG to use the new system.</li></ul>

# Energy Balancing Adjustments – August 2021 Update

- The adjustments detailed below are planned to be actioned and included on the next Energy Balancing invoice.

Shippers Affected	Billing Month	Energy Difference (Kwh)
13	March 21	35368

# BE2020 Update

- Shipper BE2020 requested to leave the market via the Voluntary Discontinuance process in June 2021.
- The length of this process would complete around December 2021.
- In July 2021 BE2020 entered into liquidation with their appointed liquidator writing to the Gas Transporters and Ofgem to understand if there was any trigger for termination or whether there was a window to exit through the Voluntary Discontinuance process.
- To date there is not any termination triggers and Ofgem are keeping the licence in place until they have completed the Voluntary Discontinuance process.
- BE2020 remain a UNC signatory.
- The liquidator of BE2020 have made contact with Xoserve requesting that their contract under the UNC is terminated.
- This information has been passed to the Gas Transporters to review and advise what action they wish to pursue.
- Either terminate BE2020 at the liquidators request or continue with the Voluntary Discontinuance process.
- The Corporate Insolvency Governance Act 2020 details under section 14 5b the supplier may terminate the contract if the company consents to the termination.

# BE2020 Energy Exposure

- Deposit Deed for £70,000
- Invoice of £0.69 unpaid which liquidators have given approval to settle with Deposit Deed.
- Company have had minimal Energy activity during 2021.



## Direct Debit Update

- Barclays confirmed Xoserve have met all the requirements to offer Direct Debit for payment of DSC invoices.
- Additional systems updates were required which has now completed.
- Collections for DSC invoices began in July 2021.
- Begin application process for Energy Balancing invoice settlements.