# UNC Transmission Workgroup Minutes Monday 22 November 2021 via Microsoft Teams

#### **Attendees**

Eric Fowler (Chair)	(KE)	Joint Office
Helen Cuin (Secretary)	(HCu)	Joint Office
Alex Neild	(AN)	Storengy
Andrew Blair	(ABI)	Interconnector
Andrew Pearce	(APe)	BP
Chris Wright	(CW)	Exxon Mobil
Jeff Chandler	(JCh)	SSE
Julie Cox	(JCx)	Energy UK
Lauren Jauss	(LJ)	RWE
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Lauren Jauss (LJ) RWE
Max Lambert (ML) Ofgem
Nik Cole (NC) Shell
Phil Hobbins (PH) National

Phil Hobbins (PH) National Grid Richard Fairholme (RF) Uniper

Richard Selmen (RS) Ancala Midstream Steven Britton (SB) Cornwall Insight

Copies of all papers are available at: https://www.gasgovernance.co.uk/tx/221121

#### 1. Introduction and Status Review

Eric Fowler (EF) welcomed all parties to the meeting, advising that Workgroup 0705R had been deferred to the 02 December 2021 Transmission Workgroup Meeting to allow further material to be produced.

#### 1.1. Approval of Late Papers

None to approve.

#### 1.2. Review of Outstanding Actions

None outstanding.

#### 2. Workgroups

### 2.1. 0780S - Amendment to Gas Quality NTS Entry Specification at the St Fergus SAGE System Entry Point

(Report to Panel 16 December 2021) https://www.gasgovernance.co.uk/0780

#### 3. Issues

No new issues raised.

#### 4. Any Other Business

None.

#### 5. Diary Planning

Further details of planned meetings are available at: www.gasgovernance.co.uk/events-calendar/month

	Paper Publication Deadline	Venue	Programme
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10:00 Monday 29 November 2021	5pm Friday 18 November 2021	Microsoft Teams	0779/0779A & 0785
10:00 Thursday 02 December 2021	5pm Wednesday 24 November 2021	Microsoft Teams	Standard Transmission Workgroup Agenda 0771S, 0786S and 0787S
10:00 Wednesday 05 January 2022	5pm Monday 27 December 2021	Microsoft Teams	Potential additional meeting
10:00 Thursday	5pm Tuesday	Microsoft Teams	Standard Transmission
06 January 2022	28 December 2021		Workgroup Agenda
10:00 Thursday	5pm Wednesday	Microsoft Teams	Standard Transmission
03 February 2022	26 January 2022		Workgroup Agenda
10:00 Thursday	5pm Wednesday	Microsoft Teams	Standard Transmission
03 March 2022	23 February 2022		Workgroup Agenda
10:00 Thursday	5pm Wednesday	Microsoft Teams	Standard Transmission
07 April 2022	30 March 2022		Workgroup Agenda
10:00 Thursday	5pm Wednesday	Microsoft Teams	Standard Transmission
05 May 2022	27 April 2022		Workgroup Agenda
10:00 Thursday 09 June 2022 (BH 2 <sup>nd</sup> June)	5pm Wednesday 31 May 2022	Microsoft Teams	Standard Transmission Workgroup Agenda

## UNC Workgroup 0780S Minutes Amendment to Gas Quality NTS Entry Specification at the St Fergus SAGE System Entry Point

#### Monday 22 November 2021

#### via Microsoft Teams

#### **Attendees**

Eric Fowler (Chair)	(KE)	Joint Office
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Alex Neild	(AN)	Storengy
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Andrew Pearce (APe) BP

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Phil Hobbins (PH) National Grid

Richard Fairholme (RF) Uniper

Richard Selmen (RS) Ancala Midstream Steven Britton (SB) Cornwall Insight

Copies of all papers are available at: <a href="https://www.gasgovernance.co.uk/0780/221121">https://www.gasgovernance.co.uk/0780/221121</a>

The Workgroup Report is due to be presented at the UNC Modification Panel by 16 December 2021

#### 1. Introduction and Status Review

Eric Fowler (EF) welcomed all parties to the meeting.

#### 1.1. Approval of minutes (04 November 2021)

The minutes from the previous meeting were approved.

#### 1.2. Approval of Late Papers

EF noted that a draft Modification Report had been published to aid with concluding the report.

#### 1.3. Review of Outstanding Actions

None Outstanding.

#### 2. Completion of Workgroup Report

EF provided a summary of the changes to the Modification which had been made to add further clarity and presented the Draft Workgroup Report to consider what needed to be captured.

Nik Cole (NK) pointed out that the Modification will result in other operators having to pay for their plant/equipment to meet the gas quality specifications, noting this Modification changes the playing field by decommissioning equipment that removes CO<sub>2</sub> by one party and passing this onto another party. Julie Cox (JCx) noted that the allocation of costs for CO<sub>2</sub> emissions, would also be passed on to other parties.

NK noted that the main benefit of this Modification would be the cost savings from not running plant. EF noted this had been captured within page 8 of the report within the Terminal Efficiency and Longevity section.

The Workgroup considered the merits of decommissioning plant, the obligations on operators and that it may be necessary to reconsider the requirements of running plant in the future.

Phil Hobbins (PH) wished to note that the comments within the draft Workgroup Report around the efficient use for the pipeline related to the economics for the SAGE Terminal rather than the overall system. PH requested this is broadened to explain how this Modification helps with the efficient use of the National Transmission System (NTS).

EK enquired, in terms of higher CO<sub>2</sub> going through the NTS, about the 'Scope 2 Losses' (losses of CO<sub>2</sub> in Transmission between the producer and consumer) and how this would be more economic, if there was more CO<sub>2</sub> in the gas stream. PH explained that having a higher level of CO<sub>2</sub> may not necessarily mean that the measurement will be the same for emission purposes.

JCx explained that not all points on the system undertake measurements and that the CO<sub>2</sub> going into the pipeline will come out somewhere else, regardless of it not being measured.

Richard Selman (RS) explained that SAGE have looked at likely events and the trend of emissions, he explained that the treatment change will allow SAGE to make other energy efficiencies, by reconfiguring other plant.

It was noted that the average trend of CO<sub>2</sub> emissions is a downward trend but this does not preclude the possibility of spikes.

JCx challenged the view of pro-longing the life of the terminal and that the Modification does not currently explain how.

NK challenged the level playing field in terms of competition if Shippers lose the ability to accept certain customers.

Richard Fairholme (RF) enquired about the risk of a 'knock-on effect' with other terminals.

The Workgroup considered if previous CO<sub>2</sub> Modifications, such as Modification 0607 - Amendment to Gas Quality NTS Entry Specification at the St Fergus NSMP System Entry Point, included CO<sub>2</sub> analysis for better transparency, and if it would be useful to compare analysis with other terminals.

PH suggested the Workgroup should look at whether the Modification would lead to a maximisation of supply that would otherwise be locked out, and if access to a greater supply diversity would secure effective competition to Shippers.

Chris Wright (CW) asked about the cascading of costs, and if there would be lower operating costs if this needed to be captured, although these may be marginal, and customers may not see a difference.

Following further consideration of the draft Workgroup Report EF confirmed he would capture the discussion points raised as today's meeting and provide an updated report for the Workgroup to sign off.

#### 3. Next Steps

EF to produce and publish the final Workgroup Report for Workgroup approval at the 02 December 2021 Transmission Workgroup meeting.

#### 4. Any Other Business

None.

#### 5. Diary Planning

Further details of planned meetings are available at: www.gasgovernance.co.uk/events-calendar/month

No further meetings were planned. The Workgroup will have the opportunity to review the Workgroup Report within the Transmission Workgroup Meeting on 02 December 2021.