
Report for Modification Panel
September 2007
Distribution Workstream

Meetings Held

23 August 2007, Elexon, 350 Euston Road, London.

Planned

27 September 2007, Elexon, 350 Euston Road, London.

Matters for Panel's Attention

0160 "Provision of Cost Information

The Proposer has requested that the Proposal proceeds to the consultation phase, believing that any further discussion would be about the merits of the Proposal rather than developing its content. The Joint Office has prepared a Workstream Report which is due to be discussed at the Distribution Charging Methodology Forum on 17 September.

0167 "Changes to Reconciliation Arrangements Under CSEP NExA".

Panel recommendation required.

Modification Proposal Activity**New Modification Proposal(s):**

0171 "Amendment of "User SP Aggregate Reconciliation Proportion" to incorporate historical AQ Proportions "

0172 "Transporter Obligations Pertaining to Void and Vacant Sites"

Withdrawn Modification Proposal(s):**Draft Modification Report(s):****Final Modification Report(s):**

0115 "Correct Apportionment of NDM Error". Sent to Ofgem 21/06/07.

0115A "Correct Apportionment of NDM Error". Sent to Ofgem 21/06/07.

0144 "Quantification of Value At Risk (VAR) to determine a User's minimum Code Credit Limit Requirement". Sent to Ofgem 19/07/07.

0144AV "Quantification of Value At Risk (VAR) to determine a User's minimum Code Credit Limit Requirement". Sent to Ofgem 19/07/07.

0145 "Management of Users Approaching and Exceeding Code Credit Limit". Sent to Ofgem 19/07/07.

0146 "Acceptable Security Tools available to Users for Transportation Credit Arrangements". Sent to Ofgem 19/07/07.

0148 "Aggregation of Credit Positions or Use of Group Ratings". Sent to Ofgem 19/07/07.

0152VB "Limitation on Retrospective Invoicing and Invoice Correction". Panel Recommendation 16/08/07.

0152AV "Limitation on Retrospective Invoicing and Invoice Correction". Panel Recommendation 16/08/07.

0152V "Limitation on Retrospective Invoicing and Invoice Correction". Panel Recommendation 16/08/07.

0167 "Changes to Reconciliation Arrangements Under CSEP NExA". Final Modification Report due 18/09/07.

Implemented Modification Proposal(s):

- 0136V "Reconciliation following AQ Amendment where an SSP becomes an LSP prior to calculation of Provisional Annual Quantity". Implemented 29/08/07, date signed 23/09/07
- 0141 "Revision to the 'User Suppressed Reconciliation Values' Financial Incentives arrangements". Workstream Report. Future Implementation Date to be confirmed, date signed 11/09/07.
- 0147 "Administration of Unsecured Credit Afforded on the basis of Payment History and Independent Assessment". Implemented 11/09/07, date signed 07/09/07.

Rejected Modification Proposal(s):

- 0141A "Revision to the 'User Suppressed Reconciliation Values' Financial Incentives arrangements". Workstream Report. Rejected 11/09/07.

Review Proposal Activity

- 0131 "LDZ RbD Reconciliation Notification Process". Review Group Report due 18/10/07.
- 0157 "Review of IGT Settlement and Reconciliation Arrangements". Review Group Report due 17/01/08.
- 0158 "Review of User Suppressed Reconciliation Values' revised incentive arrangements". Review Group Report due 17/01/08.
- 0162 "Review of information provision to Shippers in respect of forecasting the future path of transportation charges". Review Group Report due 18/10/07.
- 0168 "Individual Meter Point Reconciliation". Review Report due 21/02/07.

Topics Activity

Topic(s) raised:

024Dis Demolished Void and Vacant Sites

Consideration of DNs' requirement to inform Suppliers of the demolition of sites containing isolated meter points. Further consideration is required and all Transporters are to provide existing internal Demolition Procedures prior to September's Workstream meeting. RWE have also raised Modification Proposal 0172 "Transporter Obligations Pertaining to Void and Vacant Sites" to be discussed at that meeting.

021Dis Individual Meter Point Reconciliation

Consideration of Individual Meter Point Reconciliation. Cost/Benefit Analysis to be undertaken to understand impact of reducing threshold of 73,200 Kwh. 0161 Proposal withdrawn. Review Proposal 0168 raised 09/08/07. Workstream suggested Topic is closed. SSE to confirm closure.

018Dis Charging for reconciliation quantities

Consideration of changing the definition of the Aggregate Reconciliation Period to reflect the period to which the charge relates. RWE have raised Modification Proposal 0171 "Amendment of "User SP Aggregate Reconciliation Proportion" to incorporate historical AQ Proportions ".

014Dis CSEP NExA Agreements

IGT/DNO/Shipper Interaction with NExA Agreements. Currently there is no commercial incentive for the IGTs to provide required information, impacting revenue, billing, security of supply and RbD. xoserve to engage with iGTs to put in place neutral Rec proposals for 01 October 2007. DNOs to raise code modifications to include file formats in Annex A of the CSEP NExA.

Meeting on 11/09/07 considered existing NeXAs and assessed what needs to be amended.

Topic(s) placed on hold:

023Dis Small Value Invoices

Consideration of the management of Small Value Invoices. Placed on hold 23/08/07, whilst further consideration is given.

Topic(s) closed:

None

Distribution Workstream – Topic Status Report as at 23 August 2007							
Topic No	Date Created	Topic Originator	Topic Title	Associated Modification Proposal(s)	Priority for Discussion (H/M/L)	Status	Next Step(s)
014Dis	24/11/2005	Gas Forum	CSEP NExA Agreements		H	IGT/DNO/Shipper Interaction with NExA Agreements. Currently there is no commercial incentive for the IGT to provide required information, implicating revenue, billing, security of supply, RbD etc...	Xoserve to engage with iGTs to put in place neutral Rec proposals for 01 October 2007. DNOs to raise code modifications to include file formats in Annex A of the CSEP NExA. CSEP Meeting 11 September 2007 aimed at looking at existing NeXAs and assessing what needs to be amended.
018Dis	23/11/06	RWE npower	Charging for reconciliation quantities	0171	L	Consideration of changing the definition of the Aggregate Reconciliation Period to reflect the period to which the charge relates	RWE to raise Modification Proposal “Amendment to “User SP Aggregate Reconciliation Proportion” to incorporate historical AQ Proportions” in time for September’s Panel Meeting.
021Dis	25/01/07	SSE	Individual Meter Point Reconciliation	0168	M	Consideration of Individual Meter Point Reconciliation	0161 Proposal withdrawn. Review Proposal 0168 raised 09/08/07. Workstream suggested Topic is Closed. SSE to confirm closure.

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024Dis	23/08/07	RWE Npower	Demolished Void and Vacant Sites			Consideration of DNs' requirement to inform Suppliers of the demolition of sites containing isolated meter points. DNs should receive this information from the party involved in the demolition under the terms of the Building Act 1984 but they do not appear to be required to inform suppliers of this under the UNC rules.	All Transporters to provide existing internal Demolition Procedures prior to September's Distribution Workstream To be discussed at the September Distribution Workstream.
On Hold							
011Dis	22/09/2005	RWE Npower	Must Reads		L	Consideration of the Meter Read visit being used as a Meter Inspection in reference to Licence Condition 17 obligations.	On Hold 23.02.06 To be discussed in the future. To remain On Hold 24.05.07
016Dis	25/05/2006	E.On Total /	Termination of Dormant Shipper Licences		L	It would be beneficial to be able to voluntarily terminate dormant Shipper Licences	Ofgem's Licence team met on 22 November 2006. Topic placed on hold 23.11.06 until the outcome from this meeting is available and further progress can be made with this issue. To remain On Hold 24.05.07

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019Dis	25/01/07	National Grid	USRV Incentives	0637 UNC 0141	M	Consideration of User Suppressed Reconciliation Value (USRV) incentives	0141 Workstream Report produced for May 2007 UNC Panel Meeting. Placed On Hold 24.05.07
022Dis	25/01/07	WWU	LDZ Boundary and MPRN mismatch		M	Consideration of LDZ Boundary and MPRN mismatches.	Modification Proposal to be considered. Placed On hold 26.07.07
023Dis	22/02/07	WWU	Small Value Invoices		L	Consideration of the management of Small Value Invoices.	Further consideration is required. Placed On Hold 23.08.07