UNC Workgroup 0445 Minutes Amendment to the arrangements for Daily Metered Supply Point Capacity

22 January 2015

31 Homer Road, Solihull B91 3LT

Attendees

Bob Fletcher (Chair)	(BF)	Joint Office	
Helen Cuin (Secretary)	(HCu)	Joint Office	
Alex Ross-Shaw	(ARS)	Northern Gas Networks	
Andrew Margan*	(AM)	British Gas	
Chris Warner	(CW)	National Grid Distribution	
Colette Baldwin	(CB)	E.ON UK	
David Mitchell	(DM)	Scotia Gas Networks	
Gareth Evans*	(GE)	WatersWye	
Hayley Burden	(HB)	National Grid NTS	
Hilary Chapman	(HCh)	Xoserve	
Kirandeep Samra	(KS)	Npower	
Kirsten Elliott-Smith	(KES)	Cornwall Energy	
Lorna Lewin	(LL)	DONG Energy	
Mark Jones	(MJ)	SSE	
Olivia Powis*	(OP)	Ofgem	
Richard Pomroy*	(RP)	Wales & West Utilities	
Rob Johnson	(RJ)	Wingas	
Shiv Singh	(SS)	National Grid Distribution	
Steve Mulinganie*	(SM)	Gazprom	
Tim Aldridge*	(TA)	Ofgem	
* via teleconference			

Copies of all papers are available at: http://www.gasgovernance.co.uk/0445/220115

The Workgroup Report is due to be presented at the UNC Modification Panel by 19 February 2015.

1.0 Introduction and Status Review

BF confirmed that Ofgem have directed the amendment of Final Modification Report 0445 - Amendment to the arrangements for Daily Metered Supply Point Capacity.

1.1. Actions

0445 1201: CW to provide information on the effects of releasing sterilised capacity and the associated impacts on costs and to create a list of suggested generic questions to be circulated to customers.

Update: SS provided a <u>presentation</u> in response to Ofgem's request for further evidence. See items 2.1 and 2.2 below. **Complete**

2.0 Consideration of Ofgem's Send Back Letter

2.1. Consider market changes since Modification 0244 - Amending DM Supply Point Data for Sites with Significant Changes in Usage was originally rejected.

2.2. Consider the provision of analysis on the likely impact the changes would have on affected customers (customer charges and avoiding potential gaming).

SS provided a presentation and a copy of the open letter circulated to seek answers to a number of specific questions, in response to agenda items 2.1 and 2.2.

The presentation provided a summary of the responses and an assessment of the likely impact on Distribution Charges. SS concluded that the distribution charges would not be significantly impacted by on historical take up, as there would need to be significant increase in the use of the products to impact charges (as least 10 times existing take up to impact one LDZ and 100 times existing to impact two LDZs).

SS recommended in light of the responses and assessment the Final Modification Report (FMR) is re-submitted to the UNC Panel.

3.0 Supplemental Report

BF summarised the points raised in <u>Ofgem's send back letter</u> dated 21 November and the Workgroup considered if each point had been addressed.

CW explained the data provided by National Grid was very much anecdotal. CW suggested Shippers could respond directly to Ofgem with further information. He suggested that the FMR is re-submitted to the UNC panel with the option of Shippers providing additional information which Ofgem can consider before a decision is made.

The Workgroup asked if Ofgem had any further questions. OP had no further comments/ questions.

4.0 Next Steps

Final Modification to be consider by the UNC Panel on 19 February 2015.

5.0 Any Other Business

None.

6.0 Diary Planning

Further details of planned meetings are available at: <u>www.gasgovernance.co.uk/Diary</u> No further meetings were required.

Action Ref	Meeting Date	Minute Ref	Action	Owner	Status Update
0445 1201	12/12/14	4.1	CW to provide information on the effects of releasing sterilised capacity and the associated impacts on costs and to create a list of suggested generic questions to be circulated to customers.	National Grid Distribution (CW)	Complete

Action Table