

UNC Workgroup Individual Terms of Reference

0635 - Reforms to incentivise accurate and timely DM reads to improve the accuracy of Unidentified Gas allocation

Introduction

This is an Individual Terms of Reference that includes matters referred from Panel or identified within any initial representations. It replaces the standard Terms of Reference.

Purpose of the Modification and its Solution

Please refer to: https://www.gasgovernance.co.uk/0635

It is proposed to reform the daily metering settlement mechanism in two areas:

- Increase the scheduling charge to incentivise accurate submission of daily metered nominations.
- Implementation of financial incentive to ensure shippers and transporters provide daily read for 97.5% of DM sites in their portfolio.

Topics for Discussion

- Understanding the objective
- Assessment of alternative means to achieve objective
 - In proposing to set aside the existing transporter incentive, will there be an additional/alternative incentive?
 - In considering that for class 1 sites the process is a joint one, are 2 incentives required for both parties?
- Development of Solution (including business rules if appropriate)
- Assessment of potential impacts of the modification
- Assessment of implementation costs
- Assessment of legal text.

Output

To produce a Workgroup Report, for submission to the UNC Modification Panel, containing the assessment and recommendation(s) of the Workgroup.

Composition of Workgroup

The Workgroup is open to any party that wishes to attend or participate.

A Workgroup meeting will be quorate provided at least two Transporter and two Shipper User representatives are present.

Meeting Arrangements

Meetings will be administered by the Joint Office of Gas Transporters and conducted in accordance with the Code Administration Code of Practice (http://www.gasgovernance.co.uk/cacop)