

Consideration of Final AUG Table of UIG Weighting Factors for 2019/20

UNCC 18 April 2019

Contents

 Slides 3 & 4 – background, overview of process changes since last year

Slides 5 & 6 – objectives for today

Slide 7 – reference only, overview of timeline

Background

- Modification 0473 Project Nexus Allocation of Unidentified Gas approved by Ofgem in April 2015
- Re-introduced concept of an Allocation of Unidentified Gas (AUG)
 Expert in a post-Nexus world
- AUG Expert defines a Methodology to determine weighting factors to be used for distribution of daily UG rather than a total UG quantity
- Rules set out in UNC E9
- Detailed process steps in UNC Related Document (the "Framework") https://www.gasgovernance.co.uk/tpddocs
- DNV GL appointed as AUG Expert in 2016

Changes for 2019/20 Process

- AUG Framework document updated for recommendations of RG 0639
- Table of Factors now included in each draft of the AUG Statement ("AUGS")
- Final AUGS published by April 1st
- Walkthrough with AUG Sub-Committee in mid-April
- Consideration at April UNCC
- Table goes live October 1st

Today's Objective

- Fulfil the Committee's UNC obligation to consider the final AUG Table
- *UNC E9.4.3:* In respect of each AUG Year:

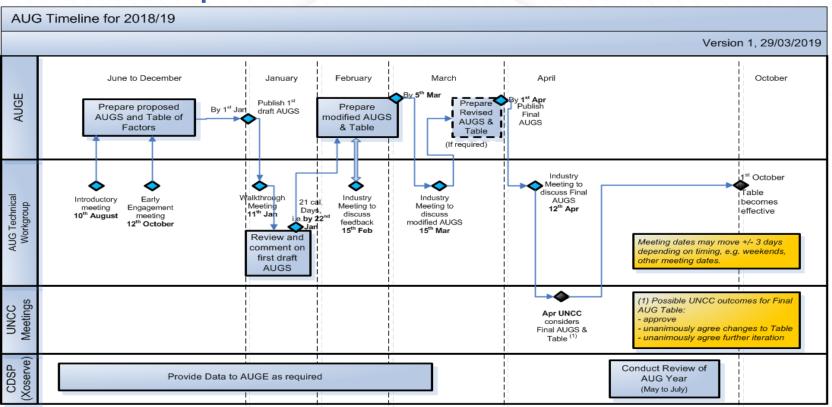
- i.e. the AUG Framework

 Document
- (g) such steps as are set out in the AUG Document shall be taken in relation to the proposed AUG Table, following which the AUG Expert shall submit a final AUG Table to the Committee for approval;
- (h) the Committee shall approve the final AUG Table submitted by the AUG Expert pursuant to paragraph (g) unless by unanimous resolution the Committee determines:
 - (i) to approve a modified AUG Table; or
 - (ii) to require any further iteration of any steps as referred to in paragraph
 (g), in which case paragraph (g) and this paragraph (h) shall further apply;
- (i) the Committee shall publish the AUG Table approved in accordance with paragraph (h);

Options for today's meeting

- Unanimously agree changes to Final AUG Table published 29 March (https://www.gasgovernance.co.uk/augenex/1920)
 - Final Table is included in the AUG Statement Section 8 (Page 108 of the PDF)
 - Does any party propose any changes?
- Or:
- Unanimously agree a further iteration of one or more steps in the AUG Framework document
 - Does any party propose any such re-work?
- Otherwise the AUG Table is approved
 - Becomes effective 1 October 2019

Updated Timeline for 2018/19 Service





Notes

- UNC/AUGS Publication Milestones are latest dates
 - Diagram is for illustration only for consideration as part of UNC Review Group 0639 discussions