UNC Modification

At what stage is this document in the process?

UNC 0770:

Amendments to legal text numbering

for UNC Modification 0701

01 Modification 02 Workgroup Report

03 Draft Modification Report

64 Final Modification Report

Purpose of Modification:

This Fast-Track Modification seeks to amend the numbering in the legal text and referenced paragraphs within UNC Modification 0701 - *Aligning capacity booking under the UNC and arrangements set out in relevant NExAs.*

Next Steps:

The Proposer recommends that this Modification should be:

subject to Fast Track Self-Governance

This Modification will be presented by the Proposer to the Panel on 17 June 2021

The Panel will consider the Proposer's recommendation and determine the appropriate route.

Impacted Parties:

High:

Low: Transporters, Shippers and Consumers

None:

Impacted Codes:

Proposer has not identified any impacted codes

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1 Summary

What

Due to the implementation of UNC Modification 0708S - Re-ordering of the UNC in advance of Faster Switching, which occurred after the UNC Modification Panel's recommendation to approve but before Ofgem's approval of UNC Modification 0701 - Aligning Capacity booking under the UNC and arrangements set out in relevant NExAs, the numbering of the legal text provided for Modification 0701 is now misaligned with the current version of the UNC.

Why

Modification 0701 has been approved by Ofgem. However, it cannot be implemented until the numbering in the legal text has been corrected.

How

As per Ofgem's decision letter where they suggested that the numbering in the legal text for Modification 0701 should be amended via a Fast Track Modification; this Modification includes legal text with the numbering, and referenced paragraphs, amended to correctly align with the current version of the UNC.

2 Governance

Justification for Fast Track Self-Governance

This is a housekeeping Modification, amending the numbering references to the UNC in the legal text for Modification 0701 to align it with Modification 0708S. It is of an administrative nature only as it is updating out of date references within the UNC and to other documents or paragraphs, therefore meeting the criteria for Fast Track Self-Governance.

Requested Next Steps

- This Modification should be subject to Fast Track Self-Governance.
- This Modification should therefore proceed directly to UNC Panel vote.

3 Why Change?

UNC Modification 0701 was raised in August 2019 and was recommended for implementation at the May 2020 UNC Panel. It was approved by the Authority for implementation on 27th June 2021. However as noted in the Ofgem Decision letter (extract below) UNC Modification 0708S had been implemented in the meantime, resulting in the numbering of the legal text for Modification 0701 needing to be updated to enable implementation.

'We note that there are errors in the legal text associated with UNC701. The errors appear to arise due to subsequent revisions to the UNC TPD. Specifically, amendments to Section G.5 of the UNC TPD are proposed by UNC701. Section G.5 is noted as "Not Used" in the current published version. We do not consider these errors to be material and they do not affect our decision. Appropriate amendments should however be made via a fast-track self-governance modification as soon as is reasonably possible.'

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Whilst Modification 0701 is not expected to be implemented until post Central Switching Service (CSS) in 2022, this Modification will ensure that the numbering and paragraph referencing within Modification 0701 legal text is aligned to the current version of UNC.

4 Code Specific Matters

Reference Documents

Modification 0708S including 'Legal Text Comparison Table 0708S' as published at www.gasgovernance.co.uk/0708

Knowledge/Skills

Knowledge of the UNC.

5 Solution

This Modification proposes to update the numbering of and any referenced paragraphs within, the legal text that has been approved for implementation under Modification 0701.

6 Impacts & Other Considerations

Does this Modification impact a Significant Code Review (SCR) or other significant industry change projects, if so, how?

None

Consumer Impacts

None. This is a purely administrative modification, and therefore does not change any of the rights or obligations within the UNC.

What is the current consumer experience and what would the new consumer experience be?

No change.

Impact of the change on Consumer Benefit Areas:	
Area	Identified impact
Improved safety and reliability	None
Lower bills than would otherwise be the case	None
Reduced environmental damage	None
Improved quality of service	None

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Benefits for society as a whole None	
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Cross-Code Impacts

None.

No impact was identified for Modification 0701 and therefore as this is amending the code references within Modification 0701, we believe there are no impact to other codes.

EU Code Impacts

None

Central Systems Impacts

None.

7 Relevant Objectives

lm	Impact of the Modification on the Transporters' Relevant Objectives:			
Re	levant Objective	Identified impact		
a)	Efficient and economic operation of the pipe-line system.	None		
b)	Coordinated, efficient and economic operation of	None		
	(i) the combined pipe-line system, and/ or			
	(ii) the pipe-line system of one or more other relevant gas transporters.			
c)	Efficient discharge of the licensee's obligations.	None		
d)	Securing of effective competition:	None		
	(i) between relevant shippers.			
	(ii) between relevant suppliers; and/or			
	(iii) between DN operators (who have entered into transportation			
	arrangements with other relevant gas transporters) and relevant shippers.			
e)	Provision of reasonable economic incentives for relevant suppliers to secure	None		
	that the domestic customer supply security standards are satisfied as respects the availability of gas to their domestic customers.			
f)	Promotion of efficiency in the implementation and administration of the Code.	Positive		
g)	Compliance with the Regulation and any relevant legally binding decisions of	None		
57	the European Commission and/or the Agency for the Co-operation of Energy Regulators.			

Standard Relevant Objective f) *Promotion of efficiency in the implementation and administration of the Code* is overall furthered as this proposal is promoting efficiency in the Code by ensuring that when Modification 0701

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is implemented, it will be done so with the correct UNC references. It does not change rights or obligations but does ensure that the approved Modification can be correctly implemented.

8 Implementation

As Fast Track Self-Governance procedures are proposed, implementation could be sixteen business days after a unanimous vote in favour of implementation by the Modification Panel, subject to no Objection being raised.

For the avoidance of doubt, this is implementation of the updated references for the legal text for Modification 0701. The implementation date for Modification 0701 remains as post CSS go live (expected 2022) and will be confirmed nearer the time.

9 Legal Text

Text Commentary

Reference in 0701 existing		
text	To be amended to	Comments
	Subject to Annex B-3,	This is quoted in Section B
Subject to Section G5.5.5	paragraph 6.5	4.7.3
	ANNEX B-3 - DM SUPPLY	
SECTION G _ SUPPLY	POINT CAPACITY AND	
POINTS	OFFTAKE RATE	Section Heading
Amend paragraphs 5.4.1 and	Amend paragraphs 5.1 and 5.2	Instruction only, not part of
5.4.2 to read as follows:	to read as follows:	final text
		Update to new numbering
5.4	5	from Section G to Annex B-3
		Update to new numbering
5.4.1	5.1	from Section G to Annex B-3
		Update to new numbering
5.4.2	5.2	from Section G to Annex B-3
Amend paragraphs 5.5.1 and	Amend paragraphs 6.1, 6.2	Instruction only, not part of
5.5.2 to read as follows:	and 6.5 to read as follows:	final text
		Update to new numbering
5.5	6	from Section G to Annex B-3
		Update to new numbering
5.5.1	6.1	from Section G to Annex B-3
	For the purposes of this Annex	
For the purposes of Section G	B-3	quoted within Annex B-3 6.1
in each case consistently with	in each case consistently with	
the requirements of paragraph	the requirements of paragraph	last sentence under Annex B-
5.4	5.	3 6.1
		Update to new numbering
5.5.2	6.2	from Section G to Annex B-3
		Update to new numbering
5.5.5	6.5	from Section G to Annex B-3

Text

A separate change marked document is provided.

10 Recommendations

Proposer's Recommendation to Panel

Panel is asked to:

- Agree that Fast Track Self-Governance procedures should apply.
- Agree that this Fast-Track Self-Governance Modification Proposal should be implemented.