

UNC Workgroup 0802S Minutes
Clarification of 'Annual Update' for impacted Users in relation to
CNCCD Election(s)
Tuesday 01 March 2022
via Microsoft Teams

Attendees		
Eric Fowler (Chair)	(EF)	Joint Office
Helen Bennett (Secretary)	(HB)	Joint Office
Adam Bates	(AB)	South Hook
Alex Nield	(AN)	Storengy
Anna Shrigley	(ASh)	ENI
Carlos Aguirre	(CA)	Pavilion Energy
Chris Wright	(CWr)	Exxon Mobil
Colin Williams	(CWi)	National Grid
Daniel Wilkinson	(DW)	EDF Energy
Dave A Bayliss	(DAB)	National Grid
Debra Hawkin	(DHa)	TPA Solutions
Henk Kreuze	(HK)	Vermillion
James Doyle	(JD)	Octopus Energy
Jeff Chandler	(JCh)	SSE
Joseph Glews	(JG)	Ofgem
Julie Cox	(JCx)	Energy UK
Kieran McGoldrick	(KM)	National Grid
Laura Johnson	(LJo)	National Grid
Lauren Jauss	(LJa)	RWE
Nick Wye	(NW)	Waters Wye Associates
Nigel Sisman	(NS)	Sisman Energy Consulting
Oliver Weston	(OW)	Ofgem
Pavanjit Dhesi	(PD)	Interconnector
Richard Fairholme	(RF)	Uniper
Ritchard Hewitt	(RH)	BBL

Copies of all papers are available at: www.gasgovernance.co.uk/0802/010322

The Workgroup Report is due to be presented at the UNC Modification Panel by 17 March 2022.

1.0 Outline of Modification

LJo introduced the Modification and explained the proposed change, is part of implementing the new Conditional NTS Capacity Charge Discount (CNCCD) and there is a process to update Users of changes to a CNCCD election for an eligible route which is covered in UNC TPD Y paragraph 5.5 and TPD B paragraph 9.2.2

Why Change:

The purpose for the Annual Updates within the UNC was to enable Users to consider their CNCCD election(s) ahead of the next Tariff Period (Gas Year) if there was a change to their 'live' CNCCD election(s). The wording should be clarified through a UNC Modification.

Proposed change:

The "Annual Updates" would notify only impacted Users where the discount percentage or eligibility has changed for an existing CNCCD election. This would enable time for any impacted User to consider their CNCCD elections.

For awareness, the application and confirmation processes that for CNCCD (including confirmation of Entry/Exit point, distance, and discount percentage) are unaffected.

Solution - Annual Update TPD Y 5.5 and TPD B 9.2.2

Currently written within the UNC:

- *Annual update confirmation will be sent to CNCCD Users*
- *The discounted rate will be given to CNCCD Users*

Proposed to change UNC to:

Annual update files to only be sent to 'live' CNCCD Users when an aspect of the values has changed that change the discount percentage

- *It will confirm what the changed discount percentage will be; and*
- *If the CNCCD election becomes ineligible*

Nigel Sisman (NS) asked for further clarification as currently everyone receives a notification and in future only affected Users would be notified.. LJo advised this process ensures that when an impacted User receives the 'annual update' file, they are informed that something has changed which will impact their CNCCD Election for the following Gas Year and serves as a prompt to consider any actions they may need to take with regards to the impacted 'live' CNCCD Election(s). She added the current wording does not quite clarify this.

When DH sought clarification that only people with a change will get a notification LJo confirmed.

Anna Shrigley (ASh) now notifying Shippers that have registered, given that these are electronic file system, would there be a possibility for National Grid to include notification of the change to this group at the same time that the notices are sent out. CWi advised National Grid could possibly, once it has run, they can advise it has run. If a User does not get a notification, this means that nothing has changed.

Nigel Sisman (NS) confirmed his understanding that the only circumstances a notification will be issued is if the straight-line difference between Entry and Exit changes by either:

1. If it has been calculated incorrectly
2. Siteworks are occurring and it is deemed the intake and offtake point have changed

CWi confirmed that is correct.

NS asked if the change in the discount rate only takes effect at the start of the next Gas Year. CWi confirmed. NS then asked that any mistake would persist in the context of the discount and will remain for the rest of the current Gas Year? CWi advised that it would because otherwise it would make the tariff period different.

2.0 Initial Discussion

2.1. Issues and Questions from Panel

None raised.

2.2. Initial Representations

None received.

2.3. Terms of Reference

The standard UNC Workgroup Terms of Reference will apply and is available at www.gasgovernance.co.uk/mods

3.0 Development and finalisation of Workgroup Report

EF finalised the Workgroup Report with Workgroup noting that there were very few comments from the Workgroup. The Workgroup Report dated 01 March 2022 v1.0 is published here: www.gasgovernance.co.uk/0802/.

CWi from the proposer perspective National Grid are happy with the Modification, it is a Self-Governance Modification and will go to consultation for others to comment.

4.0 Next Steps

EF confirmed that the Workgroup Report will be considered at UNC Modification Panel on 17 March 2022.

5.0 Any Other Business

None.

6.0 Diary Planning

Further details of planned meetings are available at: www.gasgovernance.co.uk/events-calendar/month

Workgroup meetings will take place as follows:

Time / Date	Paper Publication Deadline	Venue	Workgroup Programme
No further meetings planned.			