UNC Modification

UNC 0810:

Amendment of Transportation Principal Document Section V 14.1.1 and Annex-V5 to reflect updated Theft of Gas Process At what stage is this document in the process?

01

02

03

04

Modification

Workgroup Report

Draft Modification

Final Modification

Report

Report

Purpose of Modification:

The intent of this Modification is to remove Clause 14.1.1 and Annex V-5 'Shipper TOG Report' currently within TPD Section V of the Uniform Network Code (UNC), in alignment with the implementation of UNC Modification 0734S - Reporting Valid Confirmed Theft of Gas into Central Systems and Reporting Suspected Theft to Suppliers.

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 16 June 2022. The Panel will consider the Proposer's recommendation and determine the appropriate route.

Impacted Parties:

Low impact to Shippers, DNOs and CDSP.

This is a minor update to UNC to ensure the Shipper theft reporting aligns with that to be introduced once Modification 0734S - Reporting Valid Confirmed Theft of Gas into Central Systems and Reporting Suspected Theft to Suppliers, is implemented.

Impacted Codes:

This Modification will impact UNC TPD Section V only.

Joint Office of Gas Transporters

Contents		Questions?	
1 Summary		3 Contact:	
2 Governance		3 Joint Office of Gas Transporters	
3 Why Change?		4	
4 Code Specific Matters		4 <u>enquiries@gasgove</u>	
5 Solution		4 <u>rnance.co.uk</u>	
6 Impacts & Other Considerations		5 🕗 0121 288 2107	
7 Relevant Objectives		6 Proposer:	
8 Implementation		7 Steve Mulinganie (Gazprom)	
9 Legal Text		7	
10 Recommendations		7 Steve.Mulinganie@ gazprom- energy.com	
Timetable		V telephone	
Modification timetable:		Scotia Gas	
Pre-Modification Discussed	24 March 2022	Networks (SGN)	
Date Modification Raised	01 June 2022	David.Mitchell@sgn .co.uk	
Final Modification Report available for Panel	16 June 2022		
Modification Panel decision	16 June 2022		
		V telephone	
		Systems Provider: Xoserve	
		<u>UKLink@xoserve.c</u> om	

1 Summary

What

This Modification seeks to amend UNC TPD Section V, Clause 14 of the UNC by removing current Clause 14.1.1 and the 'Shipper TOG Report Data' in Annex-V5.

Once <u>UNC Modification 0734S – Reporting Valid Confirmed Theft of Gas into Central Systems and Reporting</u> <u>Suspected Theft to Suppliers</u> is implemented (date to be confirmed), the "Shipper TOG Report" referenced in TPD V 14.1.1 and detailed in Annex V-5, will no longer be required. As Modification 0734S introduces a new process to help ensure that valid confirmed theft data received from Suppliers via the Retail Energy Code Company (RECCo), under this new theft of gas process, the current "Shipper TOG Report" will therefore become redundant. The 'Shipper TOG Report Data' within Annex V-5 and the reference to it within Clause 14.1.1 should be removed.

Why

Following the approval of UNC Modification 0734S in February 2022, it has been identified that the report; "Shipper TOG Report" referenced in UNC TPD V Clause 14.1.1 and detailed in Annex V-5, will become redundant. A new Performance Assurance Report Register (PARR) Report will be created to go to the Performance Assurance Committee (PAC), to report on the updated Shipper theft of gas process (as per Modification 0734S), and this will replace the current "Shipper TOG Report".

This Modification is required to update TPD Section V, Clause 14 of the UNC to remove current Clause 14.1.1 and the 'Shipper TOG Report Data' in Annex-V5 as this relates only to the current theft of gas process and will not be applicable once Modification 0734S is implemented (date to be confirmed).

How

This Modification seeks to amend TPD Section V, Clause 14 of the UNC to remove current Clause 14.1.1 and the 'Shipper TOG Report Data' in Annex-V5.

Please note, there is no requirement to add any further references to the new PAC report to be added to the PARR as this was covered under Modification 0734S.

To confirm, the implementation date for this Modification must align with Modification 0734S implementation to ensure the legacy theft reporting; "Shipper TOG Report" is removed when the new theft process is in place and the legacy report is redundant.

2 Governance

Justification for Fast Track Self-Governance

This Modification should be considered capable of being assigned as a Fast-Track Self-Governance as it is considered to be a housekeeping Modification required as a result of an error. This Modification simply removes a redundant report and reference to the report as a result of the approved Modification 0734S.

Requested Next Steps

This Modification should:

• be subject to Fast-Track Self-Governance.

Due to the nature of the Modification, it should be considered as Fast-Track as no material change is required, only an update to UNC and removal of a report which will no longer be applicable to current processes.

3 Why Change?

In summary, UNC requires an update to remove a report within UNC TPD Section V which will be redundant following the implementation of Modification 0734S. Should the change not be made, following the implementation of Modification 0734S, UNC TPD Section V would reference a legacy theft of gas process and report which is redundant.

Following the approval of UNC Modification 0734S in February 2022, it has been identified that the report; "Shipper TOG Report" referenced in UNC TPD V Clause 14.1.1 and detailed in Annex V-5, will become redundant. A new PARR report will be created to go to the PAC, to report on the updated Shipper theft of gas process (as per Modification 0734S), and this will replace the current "Shipper TOG Report".

Under BR1 of Modification 0734S, it states: "For the avoidance of doubt, on implementation of the solution described by this Modification Shippers will no longer be required to manually enter Supplier confirmed Thefts directly into central systems as this process will now be replaced by an automated process initiated by claims submitted by the Supplier via the REC." The existing "Shipper TOG Report" referenced in UNC TPD V Clause 14.1.1 relates to the current Theft of Gas process where Shippers submit theft into central systems and with this now being superseded by the new Modification 0734S, this report cannot be utilised as Shippers will no longer be submitting theft in order to report on it.

This Modification is required to update UNC TPD Section V, Clause 14 of the UNC to remove current Clause 14.1.1 and the 'Shipper TOG Report Data' in Annex-V5 as this relates only to the current theft of gas process and will not be applicable once Modification 0734S is implemented (date to be confirmed).

4 Code Specific Matters

Reference Documents

Transportation Principal Document Section V - General

Knowledge/Skills

No specific knowledge or skills are required to assess this Modification.

5 Solution

A Clause and Annex within UNC Section V should be removed as a result of this Modification.

This is current Clause 14.1.1 in TPD Section V and Annex V-5.

This Clause and Annex should be removed in line with the implementation of Modification 0734S.

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, as this is a Code amendment change only.

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

The Consumer experience will not be changed as this is a housekeeping Modification and is simply making a minor amendment to the UNC to remove reference to a legacy Shipper theft report once the new process under Modification 0734S is implemented.

Impact of the change on Consumer Benefit Areas:

Area	Identified impact
Improved safety and reliability n/a	None
Lower bills than would otherwise be the case n/a	None
Reduced environmental damage n/a	None
Improved quality of service n/a	None
Benefits for society as a whole n/a	None

Cross-Code Impacts

None. The "Shipper TOG Report" is not referenced in IGT UNC and therefore no change is required to IGT UNC as a result of this.

EU Code Impacts

None.

Central Systems Impacts

Upon implementation of this Modification, the CDSP will no longer produce the "Shipper TOG Report" on behalf of the DNOs as referenced in UNC TPD V 14.1.1.

7 Relevant Objectives

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: (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. 	Positive
e)	Provision of reasonable economic incentives for relevant suppliers to secure that the domestic customer supply security standards are satisfied as respects the availability of gas to their domestic customers.	None
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 the European Commission and/or the Agency for the Co-operation of Energy Regulators.	None

This Modification seeks to ensure that the legacy report for the Shipper theft of gas process is removed to be replaced by the process introduced under Modification 0734. The justification of the original Modification applies. Modification 0734S was justified in the following way:

The proposal is positive in relation to Relevant Objective d) Securing of effective competition as it provides a mechanism by which energy relating to valid thefts is more accurately allocated between Shippers. Workgroup Participants agreed with the Proposer's statement above.

This Modification is also positive in relation to Relevant Objective f) Promotion of efficiency in the implementation and administration of the Code as it looks to remove a legacy report which will be redundant following the implementation of Modification 0734S remaining in UNC.

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.

9 Legal Text

Text Commentary

Text commentary has been provided and is published alongside the Modification.

Legal Text has been provided and is published alongside the Modification.

10 Recommendations

Proposer's Recommendation to Panel

Panel is asked to:

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