

UNC Workgroup 0825 Minutes

Removal of the remaining Retrospective Asset, Address and Supply Point (RAASP) elements of the Retrospective Adjustment arrangements put in place under Modification 0434

Thursday 23 March 2023

via Microsoft Teams

Attendees		
Rebecca Hailes (Chair)	(RH)	Joint Office
Helen Bennett (Secretary)	(HB)	Joint Office
Aleksandra Cebo	(ACe)	EDF
Andy Clasper	(AC)	Cadent
Ben Mulcahy	(BM)	Northern Gas Networks
Charlotte Gilbert	(CG)	BU-UK
Clare Manning	(CM)	E.ON
Dan Fittock	(DF)	Corona Energy
David Mitchell	(DMi)	SGN
Hursley Moss	(HM)	Cornwall Insight
Kathryn Adeseye	(KA)	CDSP
Kevin Clark	(KC)	Utilita
Lee Greenwood	(LG)	British Gas
Mark Jones	(MJ)	SSE
Oorlagh Chapman	(OC)	Centrica
Paul Orsler	(PO)	CDSP
Sally Hardman	(SH)	SGN
Steve Mulinganie	(SM)	SEFE Energy Limited
Tom Stuart	(TSt)	Wales & West Utilities
Tracey Saunders	(TS)	Northern Gas Networks
Apologies		
David Addison	(DA)	CDSP
Ellie Rogers	(ER)	CDSP

Copies of all papers are available at: <https://www.gasgovernance.co.uk/0825>

The Workgroup Report is due to be presented at the UNC Modification Panel by 15 June 2023

Please note these minutes do not replicate/include detailed content provided within the presentation slides, therefore it is recommended that the published presentation material is reviewed in conjunction with these minutes. Copies of all papers are available at: <https://www.gasgovernance.co.uk/0825/230323>

1.0 Introduction and Status Review

Rebecca Hailes (RH) welcomed all to the Workgroup.

1.1 Approval of Minutes (31 January 2023)

The minutes were approved.

1.2 Approval of Late Papers

No late papers to consider.

1.3 Review of Outstanding Actions

Action 0511: Proposer (ACe) to assess the Relevant Objectives for Modification 0651 and update Workgroup on her findings as to how Modification 0651 would further the Relevant Objectives.

Update: Aleksandra Cebo (ACe) confirmed the Relevant Objectives have been updated and this is reflected in the amended Modification. **Closed**

Action 0101: From Action 0111: *Proposer and CDSP to assess the cost-benefit position:*

- *What does the system solution for Modification 0651 provide (what is the benefit of 0651)?*
- *What is the justification for Modification 0825 that we no longer need that benefit?*
- *We know two versions of cost for Modification 0651 implementation, what is the cost of delivering Modification 0825*

CDSP (ER) to confirm the indicative CDSP implementation cost from the 0624R analysis (as shown on slide 12 of the presentation pack).

Update: Kathryn Adeseye (KA) clarified that ER provided a presentation to Workgroup in January 2023 which provided the implementation and enduring costing range associated with *Modification 0624R - Review of arrangements for Retrospective Adjustment of Meter Information, Meter Point/Supply Point and Address data*, analysis.

An email has been drafted to SM (who raised this Action), Joint Office was copied in, and the email response from ER confirmed the reason for the discrepancy. The presentation has been updated accordingly and no further action is required. **Closed**

Action 0102: Joint Office (RH) to request an extension to June 2023 at the next UNC Modification Panel meeting.

Update: This has been completed. **Closed**

2.0 Amended Modification

RH noted the Modification (v3.0 dated 15 March 2023) has been amended and invited Aleksandra Cebo (ACe) to update Workgroup on the amendments made.

Section 5 - Solution

ACe advised that the solution has been worked through with CDSP and the Modification now introduces 5 Business Rules which are required to amend the existing terms relating to Retrospective Data Updates within UNC TPD E; TPD M; TPD S and Transitional Rules TD11C which were inserted with the implementation of Modification 0434 - Project Nexus – Retrospective Adjustment, that has not been successfully implemented:

1. *Remove the Retrospective Data Update process from UNC.*
2. *Shipper Users will not be able to submit a Retrospective Data Update Notification.*
3. *The CDSP will not carry out a Retrospective Data Update and an adjustment to an Affected Offtake Reconciliation will not be undertaken.*
4. *Adjustments to Reconciliation Values should not arise in relation to the Retrospective Data Update process.*
5. *The updates proposed to the UNC under Modification 0651 should not be implemented and [should not] go live in the UNC.*
 - a. It was suggested that this Business Rule may need to be an ‘avoidance of doubt statement’ because the Workgroup Report will be requesting Ofgem to provide a non-implementation direction for Modification 0651 - Changes to the Retrospective Data Update provisions if this Modification is approved.

A new for the avoidance of doubt statement has also been included:

For the avoidance of doubt, this Modification will not remove the ability for Shippers to receive retrospective adjustments following the submission of replacement Meter Readings as per the arrangements put in place by Modification 0434.

Andy Clasper (AC), the Legal Text provider, clarified that Business Rules 1-4 are to unpick the elements of Modification 0434 which have not been successfully implemented.

When RH noted, because Modification 0651 applied to IGT and GT sites there is a consequential impact of this Modification, the aspects of Modification 0651 applying to IGT would not be implemented, Workgroup discussed the impact this Modification may have on IGTs.

SM clarified that for this Modification 0825 there is no impact on IGTs, if this Modification does not get implemented, then Modification 0651 does have an impact on IGTs.

RH asked ACe to include a statement in the Modification that for Modification 0825 there is no impact on IGTs, if Modification 0825 does not get implemented then there is an IGT impact.

New Action 0301: Proposer (ACe) to update the Modification to confirm impact or no impact to IGT.

Section 6 - Impacts & Other Considerations

A small amendment has been made to the Impact of the change on the Consumer Benefit Areas table.

Section 7 – Relevant Objectives

Relevant Objective d) Securing of effective competition, has been changed from positive to none and the relevant objectives justification has been updated

Paul Orsler (PO) confirmed, as this will entail removing a process and the obligation to deliver it, a Rough Order of Magnitude (ROM) will not be required.

3.0 Development of Workgroup Report

Deferred to April 2023 Workgroup.

4.0 Next Steps

RH confirmed the next steps to be:

- Proposer to amend the Modification to change Business Rule 5 to an avoidance of doubt statement;
- Panel questions to be addressed
- Review the Rough Order of Magnitude
- Request the Legal Text to be provided at the April 2023 UNC Panel
- Review Legal Text at the April 2023 meeting
- Completion of Workgroup Report

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	Programme
Wednesday 10:00 03 May 2023	5 pm 24 April 2023	Microsoft Teams	<ul style="list-style-type: none"> Review amended Modification Address Panel questions Review the Rough Order of Magnitude Review Legal Text at the April 2023 meeting Completion of Workgroup Report

Action Table as at Action Table as of 23 March 2023

Action Ref	Meeting Date	Min Ref	Action	Owner	Reporting Month	Status Update
0511	02/11/22	2.1.3	Proposer (ACe) to assess the Relevant Objectives for Modification 0651 and update Workgroup on her findings as to how Modification 0651 would further the Relevant Objectives.	Proposer (ACe)	November 2022 February 2023	Closed
0101	31/01/23	1.3	From Action 0111: CDSP (ER) to confirm the indicative CDSP implementation cost from the 0624R analysis (as shown on slide 12 of the presentation pack).	CDSP (ER)	February 2023	Closed
0102	31/01/23	1.3	Joint Office (RH) to request an extension to June 2023 at the next UNC Modification Panel meeting.	Joint Office (RH)	February 2023	Closed
0301	23/03/23	2.0	Proposer (ACe) to update the Modification to confirm impact or no impact to IGT.	Proposer (ACe)	April 2023	Pending