

Summary of IGT UNC Workgroup – 12th August 2021

Purpose:

This paper provides Panel members with a summary of IGT UNC Workgroup discussions where applicable each month.

Please note that the Modifications which will be subject to review at this meeting are not reflected in this document due to them already being on the Panel agenda.

[IGT145 – Transfer of Sites with Low Valid Meter Reading Submission Performance from Classes 2 and 3 into Class 4](#)

The Chair stated that equivalent UNC0664VS modification had been approved in the UNC and that Xoserve were working on the assumption that IGT145 would follow. The Chair presented the proposed IGT UNC legal drafting to the Workgroup and provided a brief overview. The Chair surmised that as the proposer of IGT145 was not present at the meeting so further discussion on IGT145 would be held at the following Workgroup meeting in September 2021 where the intention would be to review modification amendments and complete the Workgroup report. The Chair concluded that the modification could then go to the September 2021 Panel meeting so it could be consulted on ahead of October's 2021 Panel meeting where it would be voted on.

For a full extract of the discussion please refer to the Draft minutes [here](#).

[IGT132VV - Introduction of IGT Code Credit rules](#)

The Chair noted that Ofgem had sent back the Final Modification Report for IGT132VV, stating that further work was needed before it could proceed. The Workgroup were presented with a recent history of the modification, the issues identified by Ofgem, the expectation and guidance from Ofgem and the proposed Workgroup activity schedule after confirming that Panel had agreed to send the modification back to Workgroup for 3 months to address Ofgem's concerns.

It was suggested carrying out that RFI, exercise to see what supportive information came back and if the evidence was not conclusive enough for Ofgem to make a decision at least the Workgroup had done everything to try to support and provide the evidence required. It was identified that figures around the risks that were being mitigated were needed and then an understanding of the costs of trying to mitigate them. It was agreed an RFI would suffice, stating it needed to go to both IGT's and shippers. It was suggested the IGT's would provide an understanding of the risk being mitigated while the shippers could help with the costs of implementing the modification, so there were two strands to what was required. The Workgroup discussed the various related points and agreed on the questions for the RFI. The Chair confirmed that the Code Administrator could write up a

questionnaire then the Workgroup could authorise for it to go out. The Chair clarified the timeline stating the RFI could be issued on the 10th September for three weeks until 1st October. This would allow the workgroup to review the outputs of the RFI at the third Workgroup meeting on 15th October 2021.

For a full extract of the discussion please refer to the Draft minutes [here](#).

[IGT154 – Introducing the concept of a derogation into the IGT UNC for Net Zero innovation project](#)

The Proposer advised the Workgroup they had made a few minor tweaks to the solution stating the changes were mostly just additional detail or additional clarifications rather than changing the principles of what the model is trying to do, and the changes were as a result of discussions at the UNC work group.

The proposer noted that updates needed to be made to the Business Rules section as they walked the Workgroup through their amendments. The proposer confirmed they had not heard anything back from Ofgem, regarding the question of whether the code administrators should be able to charge, if they incur material costs in implementing the derogation. The proposer stated they were interested in the Workgroup's views as they felt to leave that detail in the business rules section the modification, or it could sit outside of the code but perhaps in the Code Administrator contract. The proposer stated they would chase Ofgem again for a view on whether the code administrators should be able to charge for administering derogations.

The Chair took the Workgroup through the legal drafting to explain how it was designed. The Chair advised that the IGT innovation derogations guidance presented was going to be an ancillary document and is therefore listed under Appendix K-2. The legal drafting mirrors that in the UNC but is in its own section (Part O) in the IGT UNC. A reference to the additional responsibilities of the IGT UNC Panel will be added to Part L of the IGT UNC.

The Chair stepped the Workgroup through the following Workgroup Report sections:

- Governance
- Impacts & Other Considerations
- Relevant Objectives
- Implementation

The Working group will complete the remainder of the Workgroup Report, including the solution and legal text, at the September 2021 Workgroup meeting.

For a full extract of the discussion please refer to the Draft minutes [here](#).