APPLICATION FOR DEROGATION

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ORGANISATION	Xoserve
REC PARTY CATEGORY/ROLE	Other
DATE APPLICATION RECEIVED	

SUMMARY OF THE TRIAL AND RATIONALE FOR TRIAL

Within the UK gas market there are a number of Registrable Measurement Points (RMPs) that require De-activation to close down an organisation portfolio after market exit. Primarily this will occur because of Supplier market exit where the Supply portfolio has not been closed at the time of exit (including the appointment of a Supplier of Last Resort), but has been identified as a transition matter where a Shipper has initiated the exit processes under the UNC (e.g. Termination or voluntary discontinuance) prior to the implementation of CSS and therefore the Supplier did not become a CSS User.

Following the failure of a Supplier, the appointed Supplier of Last Resort is required to perform Registration activities to move the failed Supplier portfolio into their portfolio. Certain RMPs within the failed Supplier portfolio may not be of a status to allow the necessary Registration activities to take place because the Service has been cut off (Supply Meter Point Status in UK Link is recorded as Dead or Extinct).

This derogation is intended to allow the GRDA to update the RMP Status to allow the relevant Supplier to perform the Registration activities, and then allow the GRDA to revert the RMP Status to reflect the prior state so that the Supplier may then De-activate the RMP if appropriate to do so.

SUMMARY OF PROPOSED DEROGRATION AND IMPACTED REC OBLIGATIONS

Schedule 27 Paragraph 2.4 describes the physical state of the Supply Meter Point and Metering and the corresponding RMP Status. This paragraph also describes whether a Registration Service Request – either a Registration or De-activation – is permitted in relation to the RMP Status.

Under this derogation the GRDA will be allowed to amend (and revert) the RMP Status contrary to the description in 'typical Physical State' specifically for the purposes of allowing the Supplier to conduct the necessary Registration Service Request.

IMPACTED REC PARTIES, SERVICE PROVIDERS OR REC PROCESSES

The GRDA will be required to manage this activity and will require the co-operation of the relevant Supplier to submit the necessary Registration Service Request. This derogation proposes that the Supplier submits the Registration Service Request within 4 weeks of having been notified of this activity being required.

REQUESTED LENGTH OF TRIAL AND DEROGRATION PERIOD (TWO YEAR MAXIMUM)

18 months. Provided that this approach is successful, it is recommended that a REC Change is considered to allow the GRDA the ability to amend the RMP Status in such exceptions.

ACTIONS / ACTIVITIES PLANNED DURING TRIAL PERIOD INCLUDING KEY MILESTONES AND DATES

The following activities are proposed, where D is the approval of the Derogation:

Initial Population of RMPs requiring Registration Service Request:

- Initial population of RMPs where RMP Status is preventing Registration Service Request being submitted – notification to Supplier who will be responsible for making the Service Request – by D+4 weeks
- Amendment by GRDA of RMP Status for initial population – by D+6 weeks
- Relevant Supplier submission of Registration – by D+8 weeks
- Reversion by GRDA to RMP Status prior to GRDA Amendment – by D+10 weeks
- [De-activation by Supplier, if required] – To be Determined by Supplier

Establishing New Process / Reporting:

Establishment of On-going Process for new instances by CDSP / GRDA – by D+12 weeks

Establishment of Reporting of Process by CDSP / GRDA – by D+12 weeks

REC Change Process:

- Assessment and submission of relevant REC Change to assess volume of exceptions, relevant timescales for actions to be undertaken and assessment of necessary obligations on parties. By D+6 months.
- Progression / development of REC Change – 6 months following raising of REC Change.
- Implementation of REC Change – within 18 months of D.

ANY OTHER INFORMATION OR DOCUMENTATION TO SUPPORT APPLICATION