

APPLICATION FOR CONSENT TO MODIFY THE CODE
“Corrections to UNC TPD Section Y, Part A – NTS Charging Methodologies”
Version 1.0

Reference: C042

Transporter Proposal

Consent to Modify supply merit order in UNC TPD Section Y, Appendix C 2.5.1

National Grid issued GCM16 “Supply and Demand Balancing Rules and Supply Source Data” on 17th April 2009. GCM16 was approved by the Authority on 23rd June 2009 for implementation on 1st October 2009.

Appendix D, paragraph 2.5.1, to be applied in the Enduring regime, was not updated in the Charging Methodology.

Consent to Modify Specific References in UNC TPD Section Y 2.5.1 “Model Inputs” & TPD Section Y, Appendix D “Mid-Range Storage”

National Grid has also identified a requirement to update references, in Section Y 2.5.1 “Model Inputs” & Section Y, Appendix D “Mid-Range Storage”, which refer to “Section 4.6” of the Ten Year Statement.

These references, as a result of changes to the Ten Year Statement, should be updated to “Section 4.7”.

Nature of Modification

UNC TPD Section Y, Appendix C 2.5.1 “Model Inputs”

Amend UNC TPD Section Y, Appendix C 2.5.1 “Model Inputs” as follows:

The nodal supply data for the Transport Model will be derived from the supply/demand data set out in the most recent Ten Year Statement for each year for which prices are being set. The aggregate storage and Interconnector flows will be adjusted such that a supply and demand balance is achieved. This initial supply and demand match is achieved by reducing supplies in a merit order to match the forecast demand. Supplies are reduced, until a match is achieved, using the following sequence; short range storage facilities (LNG), mid range storage facilities, LNG Importation Facilities, long range storage facilities, Interconnectors; ~~LNG Importation Facilities~~, and Beach Terminals. The supply figures at Storage and Interconnector entry points therefore may be set at a level less than or equal to the expected entry point capability.

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**UNC TPD Section Y 2.5.1 “Model Inputs” & Section Y & Appendix D
“Mid-Range Storage”**

Amend UNC TPD Section Y “Model Inputs”, paragraph 1, 4th bullet point as follows:

- Section 4.67 of the Ten Year Statement will be used to identify eligible entry points and the year that they are due to become operational. New entry points are only included as available supply in future years if they are under construction.

Amend UNC TPD Section Y, Appendix D “Mid-Range Storage” as follows:

Existing sites and those currently under construction, due to be operational in the relevant gas year, as outlined in Section 4.67 of the Ten Year Statement.

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Transporter Application

This application contains the Transporters' proposal to modify the Uniform Network Code for which they now seek the consent of the Authority

Signed for and on behalf of Transporter.

Signature:

Tim Davis
Chief Executive Joint Office of Gas Transporters


Date:

as and Electricity Markets Authority Response:

In accordance with Standard Special Condition A11 'Network Code and the Uniform Network Code' of the Gas Transporters License, I hereby consent to the above modification to the Code.

Signed for and on Behalf of the Gas and Electricity Markets Authority.

Signature:



Jon Dixon

Date:

26 Sept 2011