

# APPLICATION FOR CONSENT TO MODIFY THE UNIFORM NETWORK CODE

" Correct allocation of obligations with respect to  
Transportation Revenue Information"  
Version 1.0

**Reference:** C003

## **Proposal**

This consent to modify is proposed to correct a minor misallocation of transporter obligations drafted into the UNC following the recent implementation of Modification Proposal 0698 into the Network Code. Although proposal 0698 relates principally to Transco NTS revenue streams, it also refers to the DNO revenue streams associated with LDZ transportation charges. Therefore, it is not appropriate that a reference to network operations, and LDZ transportation charges, should translate into a Transco NTS obligation, and accordingly, it is Transco's view that the current anomalous drafting should be amended.

It is proposed that the text is corrected from "Transco NTS" to "the Transporter", (meaning the Transporter relevant to the system for which the revenue data pertains, in accordance with the convention adopted while drafting the UNC), to reflect the evident link between the operation of the system and the ability to publish revenue stream information.

This proposed amendment has been submitted by Transco, seeking Ofgem's consent to modify the UNC under Standard Special Licence Condition A11(13), as it believes the amendment to be a correction of an error included in the UNC during the drafting process and should be corrected as soon as practical.

These changes will be incorporated into the UNC should Ofgem approve this Consent.

## **Nature of Modification**

### **Uniform Network Code – Transportation Principal Document**

#### **Section V**

Amend Paragraph 5.12 to read

#### **Transportation Revenue Information**

In each calendar month ~~Transco NTS~~the Transporter shall (subject to any confidentiality obligations to which it may from time to time be subject) arrange for the relevant information referred to in Annex V-3 (for the purposes of this paragraph 5.12 and Annex V-3, "**transportation revenue information**") to be published on such website as may be notified by ~~Transco NTS~~the Transporter to Users from time to time, within 15 Business Days following the end of the immediately preceding calendar month (for the purposes of this paragraph 5.12 and Annex V-3, the "**immediately preceding month**").

Amend Annex V-3 to read

**Annex V-3**

**SO Commodity Charge Transportation Revenue Information**

1. For the purposes of paragraph 5.12 the transportation revenue information is forecast revenue and actual revenue, for the immediately preceding month and each calendar month prior thereto in the relevant Formula Year, in each case in respect of each of the categories of charges referred to in Table 1 below.
2. For the purposes of this Annex V-3:
  - (a) save as provided below, each of the categories of charges referred to in Table 1 below shall be consistent with those set out in ~~Transco-NTS's~~ the Transporter's Transportation Statement and shall include any charges subsequently introduced in substitution for any of the same;
  - (b) "**forecast revenue**" shall mean ~~Transco-NTS's~~ the Transporter's estimate of the revenue to be recovered in respect of each relevant calendar month, using such criteria as ~~Transco-NTS~~ the Transporter shall reasonably consider appropriate and having regard to the provisions of the Transporter's ~~Transco-NTS's~~ Transportation Statement and any revenue or price control restrictions to which it may be subject from time to time (it being acknowledged that such estimate may be subject to revision from time to time);
  - (c) "**actual revenue**" shall mean such amount reasonably determined by the Transporter ~~Transco-NTS~~ on an accruals basis (based on such information as is reasonably available to it at the relevant time) of revenue recovered or to be recovered in respect of each relevant calendar month (it being acknowledged that such amount may be subject to re-determination from time to time); and
  - (d) "**relevant Formula Year**" shall mean the Formula Year in which the immediately preceding month falls.

Table 1 – Categories of Charges

- NTS Entry Capacity charges
- NTS (TO) Exit Capacity Charges
- NTS (TO) Commodity Charges
- NTS (SO) Commodity Charges

Transportation activity charges in respect of each distribution network (being all LDZ related charges referred to in the Transportation Statement in so far as such charges are relevant to that distribution network).

**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 the Transporters.**

**Signature:**

**Tim Davis**  
**Chief Executive, Joint Office of Gas Transporters**

Date:

**Gas and Electricity Markets Authority Response:**

In accordance with Standard Special Condition 11 of the Gas Transporters' Licences dated 1st May 2005 I hereby consent to the above modification to the Uniform Network Code.

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

Signature:

Date: