

## **TRANSCO NETWORK CODE MODIFICATION PROPOSAL No. 0518**

"Recovery of Transportation & Energy Charges Erroneously Paid where no physical asset has been fitted at a Supply Meter Point"

Version 1.0

**Date:** 17/12/2001

**Proposed Implementation Date:**

**Urgency:** Non-Urgent

### **Justification**

There are a significant number of Supply Meter Points registered on Transco Supply Point Administration system where no physical meter asset has ever been fitted. Without being able to demonstrate that the asset has been removed, current Network Code rules do not allow shipper to isolate and withdraw from that Supply Meter Point. Consequently a shipper will continue to be exposed to transportation charges for this supply meter point. In addition where the Annual Quantity (AQ) has not been adjusted to a value of 1, the shipper will also be exposed to the cost of gas deemed to have been consumed at that supply meter point.

A companion Modification has been raised to allow users to isolate and withdraw from such supply meter points but has not addressed the erroneous charges, which will have been paid by users. This modification seeks to facilitate the recovery of these charges.

### **Nature of Proposal**

In a companion modification, where a shipper is able to demonstrate that no physical meter asset is present and Transco are unable to furnish details of the meter, the meter point will effectively be isolated and the shipper withdrawn from the ownership of that supply meter point.

In order to remedy the incorrect application of Transportation and Energy charges to the shipper, wherever such meter point is isolated and withdrawn, ALL transportation and energy charges paid by that shipper will be reimbursed. This will be limited to the date at which the supply point was added to the shippers portfolio or the date of the IQR settlement (1 February 1998), whichever is the later.

### **Purpose of Proposal**

Following the Shippers being able to isolate and withdraw from supply points where there is no record of a meter asset being fitted and no gas has or can be consumed, this modification will allow recovery of erroneous charges which have been paid.

**Consequence of not making this change**

Shippers will be unable to recover transportation charges and charges for deemed energy which they have been exposed to in situations where no gas is, or can be, consumed.

**Area of Network Code Concerned**

Section G 3.4

**Proposer's Representative**

Mike Young (BG Trading)

**Proposer**

Mike Young (BG Trading)

**Signature**

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