

AB 12/4/96

MODIFICATION REPORT - 0015

SHORT TITLE: Extended Use of Balancing Margins During April

DATE: 11 April 1996

PROPOSED IMPLEMENTATION DATE: 11 April 1996

URGENCY: URGENT

Circumstances - To avoid excessive prices generated by the flexibility market.

Procedures followed - representations and discussions taken at the meeting held on 4/4/96.

JUSTIFICATION: An extension of the proposal in Modification 0012 for March into April 1996 to cap excessive prices in the flexibility market.

CONSEQUENCE OF NOT MAKING THIS CHANGE: Exposure to Flexibility Market prices.

AREA OF NETWORK CODE CONCERNED:

Transition Document Part II paragraph 8, K3.3.

NATURE OF PROPOSAL: Following the successful modification 0012, at a meeting held on 4/4/96, it was agreed to propose the extension of this facility for April 1996.

Indicative text as follows:

Transition Document Part II, paragraph 8.

Amend paragraph K3.3 as follows:

"In the period 16 March 1996 to 30 April 1996, TransCo will utilise Balancing Margins where it would otherwise accept (and instead of accepting) a Flexibility Bid for a System Buy for which the Bid Price exceeds the amount which would be determined as the Top-Up Bid Price under Section P5.3 in respect of the System Entry Point of the Rough Facility if the value of 'N' in that Section were 1.5."

11/04 '96 THU 19:41 FAX

PURPOSE OF PROPOSAL: This will enable further experience to be gained in the operation of the Flexibility Mechanism whilst capping excessive price swings.

SYSTEMS IMPLICATIONS: None

IDENTITY OF PROPOSER'S REPRESENTATIVE: Chris Train

PROPOSER : Chris Train
SIGNATURE :
POSITION : Energy Balancing Manager
COMPANY : TransCo

MODIFICATION PANEL SECRETARY'S USE ONLY

Reference Number: 0015

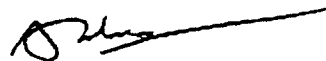
Date Received 11 April 1996

DIRECTOR GENERAL OF GAS SUPPLY RESPONSE:

In accordance with Condition 7 (10) (b) of the Standard Conditions of Public Gas Transporter's Licences, dated 21st February 1996, I hereby direct British Gas TransCo that the proposal contained in the above Modification Report, be made as a modification to the Network Code:

Signed for and on behalf of the Director General of Gas Supply:

Signature:



Name:

ANDREW SALMON

Position:

ASSISTANT DIRECTOR, NETWORK OPERATIONS

Date:

12/4/96