

## **Review Proposal 0643.**

**“To Review the Network Code rule on withholding of Energy payments under dispute and to consider circumstances where Withholding of Energy Charge is appropriate”**

## **Terms of Reference**

### **1. Purpose**

To facilitate a review of the Network Code rule that requires a User to pay all Gas Reconciliation (Energy) (“GRE”) invoices in full by the due date.

### **2. Scope of Work**

1. To identify circumstances where it may be appropriate to allow a User to withhold a GRE invoice. To define such circumstances by;
  - a. the origin of the reconciliation and/or,
  - b. the counter parties involved and/or,
  - c. the magnitude and/or,
  - d. any other appropriate parameter(s).
2. In the event that stage 2.1 finds that withholds in certain circumstances should be permitted, to develop and evaluate procedures that would have been adopted, coupled with the standard of information that would have to be provided, to annul the right to withhold.
3. To report to the Modification Panel with recommendations as to the most appropriate way forward.

### **3. Reporting**

Group to submit Review Group Report to the January Modification Panel

### **4. Group Composition**

A Raper	Transco	C Giles	Transco
M Cockayne	Transco	C Thorneywork	Transco
Shipper representatives			
D Lewis	Scottish Power	J Costa	EDF Energy
P King	BGT	S Ladle	Total Gas & Power
G Ferguson	Accord	J Baxter	SSE

### **5. Timetable**

Period: 3 to 4 months from initial meeting (Meetings to be held after EBCC)