

MOD 0224 – DAILY METERED ELECTIVE REGIME

DRAFT LEGAL TEXT – v1 (3028 APRIL 2009)
(prepared by Scotia Gas Networks Limited)

Proposed Amendments to General Section - Defined Terms Listing and TDIIC Transitional Rules, Transportation Principal Document Sections B, G and M and the Uniform Network Code Validation Rules Version 1

UNC General Section – Defined Terms Listing (UNCDT 1)

The Defined Terms Listing shall be amended by the incorporation of the following additional Defined Terms:

<u>Ceiling Limit</u>	<u>TPD M4.1.1</u>
<u>Transporter Daily Read Equipment</u>	<u>TPD M4.1.1(a)</u>
<u>Transporter DM Check Read</u>	<u>TPD M4.7.1(a)</u>
<u>User Daily Read Equipment</u>	<u>TPD M4.1.1(b)</u>
<u>User DM Check Read</u>	<u>TPD M4.7.1(b)</u>

UNC General Section – TDIIC Transitional Rules

1. Amend section 1.7 as follows:-

1.7 TPD Section G: Supply Points

1.7.1 Where, due to the implementation date of Modification Proposal 0081, the Transporter is unable to publish the report by the dates specified in paragraph 1.6.20 then the Transporter shall publish such reports(s) as soon as practicable after such implementation date.

1.7.2 The implementation of Modification Proposal 0224 will be phased over a 3 phase period as follows (a Supply Point Nomination for any given phase can only be made after the relevant implementation date of such phase):

(a) Phase 1 will commence on the date of implementation of Modification 0224 for a 12 month duration, to expire upon the date of commencement of Phase 2 (set out below). During Phase 1, any Supply Meter Point comprised in any Supply Point which has an Annual Quantity which exceeds 5,860,000 kWh (200,000 therms) may make a Supply Point Nomination to have User Daily Read Equipment installed in accordance with M4.1.6(b);

(b) Phase 2 will commence 12 months following the date of implementation of Modification Proposal 0224 or, if later, when determined by the Transporter and expire on the date of commencement of Phase 3 (set out below). During Phase 2, any Supply Meter Point comprised in any Supply Point which has an Annual Quantity which exceeds 2,196,000 kWh (75,000 therms) may make a Supply Point Nomination to have User Daily Read Equipment installed in

accordance with M4.1.6(b); and

- (c) Phase 3 will commence 18 months following the date of implementation of Modification Proposal 0224 or, if later, when determined by the Transporter and will be enduring. During Phase 3, any Supply Meter Point comprised in any Supply Point which has an Annual Quantity which exceeds 732,000 kWh (25,000 therms) may make a Supply Point Nomination to have User Daily Read Equipment installed in accordance with M4.1.6(b)

Subject to the “Ceiling Limit” (being a maximum of 25,000 Supply Meter Points installed with User Daily Read Equipment, such limit to include eligible outstanding offers and confirmation) not being exceeded, in which case a Supply Point Nomination shall be rejected in accordance with G2.3.6.

1.7.3 In order to ascertain whether or not a Supply Meter Point may install User Daily Read Equipment in any of the phases in paragraph 1.7.2, a validation of Meter Readings shall be undertaken by the Transporter.

1.7.4 If, following the installation of User Daily Read Equipment at a DM Supply Meter Point in accordance with paragraph 1.7.2(a) or 1.7.2(b), the Annual Quantity in respect of such DM Supply Meter Point shall fall below the relevant phase threshold, then the User Daily Read Equipment may remain installed or the DM Supply Meter Point may be Renominated as an NDM Supply Meter Point. Where the Supply Meter Point is Renominated as an NDM Supply Meter Point, the Supply Meter Point may not have User Daily Read Equipment installed until the Annual Quantity exceeds the relevant threshold for the phase indicated in paragraph 1.7.2.

UNC Transportation Principal Document – Section B

1. Amend section 4.7.1 (Supply Point Ratchet) as follows:

4.7 Supply Point Ratchet

4.7.1 Subject to paragraph ~~1.3.2~~**Error! Reference source not found.** and paragraphs 4.7.8, 4.7.9 and 4.7.10 **and 4.7.12** if for any reason on any Day, other than a Day in the months of June to September inclusive, the quantity of gas oftaken by a User from the Total System at a DM Supply Point Component exceeds the User's Registered DM Supply Point Capacity (such occurrence being a "**Supply Point Ratchet**"):

- (a) the User's Registered DM Supply Point Capacity at that Supply Point Component shall automatically be increased with effect from the following Day in accordance with paragraph 4.7.3; and
- (b) subject to paragraph 4.7.11, the User shall pay a charge ("**Supply Point Ratchet Charge**") in respect of the Capacity Ratchet Amount in accordance with paragraph 4.7.6.

2. Insert new section 4.7.12 as follows:

4.7.12 Following Supply Point Registration in relation to a DM Supply Meter Point with User Daily Read Equipment installed:

- (a) during the first 12 months following such Supply Point Registration, Users shall not be liable for a Supply Point Ratchet Charge where the Nominated

DMSOQ is equal or greater than the previous NDMSOQ; and

(b) from such Supply Point Registration, Users shall be liable for a Supply Point Ratchet Charge where the Nominated DMSOQ is less than the previous NDMSOQ

save that where a DM Supply Meter Point with User Daily Read Equipment installed was previously a DM Supply Meter Point with Transporter Daily Read Equipment installed, a Supply Point Ratchet Charge shall be levied.

UNC Transportation Principal Document – Section G

See separate amended Section G.

UNC Transportation Principal Document – Section M

See separate amended Section M.

UNC Validation Rules – Version 1

1. Amend Clause 4 of the UNC Validation Rules version 1 as follows: -

4 Daily Read Equipment

The following tests will be performed.

- 4.1 A completeness test to ensure that all the readings expected have been received. A report will be issued if any expected readings are not received. In addition a report will be issued if an unsolicited reading is received.
- 4.2 An instrument configuration test i.e. to ensure that the convertor and the meter reading are received where a convertor is fitted. A report will be issued if any expected readings are not received. In addition a report will be issued if an unsolicited reading is received.
- 4.3 For DM Supply Meter Points with Transporter Daily Read Equipment installed, if 3 or more consecutive zero consumption readings are received a test will be performed to compare with the corresponding period in the previous year. If the consumption in the previous year was not zero then a report will be produced for investigation.
- 4.4 For DM Supply Meter Points with User Daily Read Equipment installed, zero consumption readings will be deemed to have been validated by the submitting user and will therefore be accepted.
- 4.5 An "And" test will be undertaken so that if any daily consumption is:
 - (a) outside the 30 day average non zero consumption by plus 3.5 Standard Deviations, and
 - (b) in excess of twice the average daily consumption for that meter i.e. $((AQ/365) * 2)$ the read will be rejected and reported for investigation. A D-7 estimate will be used whilst the investigation takes place. As data is acquired, test (b) will be based upon

the maximum daily consumption in the previous year and the tolerance factor adjusted, accordingly.