

Workgroup Terms of Reference

Modification 0365 – National Grid NTS Initiated Flow Swaps

Workgroup Report to Panel Meeting: 16 June 2011

Date referred from Panel: 17 February 2011

Background – Why Change?

Please refer to Modification 0365 at www.gasgovernance.co.uk/0365.

Solution

It is proposed that, where the DNO User hasn't declined a National Grid NTS' flow swap request, a quantity of the Firm NTS Exit (Flat) Capacity Entitlement held by the relevant DNO User will be transferred from the NTS/LDZ Offtake where (as a result of the National Grid NTS request) the revised rates of offtake would decrease (the reducing NTS/LDZ Offtake(s)) to that same DNO User at the NTS/LDZ Offtake where as a result of the National Grid NTS request, the revised rates of offtake would increase (the increasing NTS/LDZ Offtake(s)).

The quantity of Firm NTS Exit (Flat) Capacity entitlement transferred will, where possible, be equal to the end of day quantity of Gas requested to be transferred via the flow swap. This has the effect of neutralising any impact the flow swap would have on the DNO Users individual flat overrun position. For clarification and based on the DNO Users NTS Exit (Flat) Capacity entitlement at the time of the flow swap request being made, National Grid NTS will not transfer a quantity of NTS Exit (Flat) Capacity that would result in the DNO User holding negative Firm NTS Exit (Flat) Capacity entitlement at the reducing NTS/LDZ Offtake(s).

Topics for Discussion

Understanding the objective

Assessment of alternative means to achieve objective

Development of Solution (including business rules if appropriate)

Assessment of potential impacts of the modification

Assessment of implementation costs

Assessment of legal text

Outputs

0365

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Version 1.0

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Produce a Workgroup Report for submission to the Modification Panel, containing the assessment and recommendations of the Workgroup.

Composition of Workgroup

This Workgroup will be open to any party that wishes to attend or participate.

A Workgroup meeting will be quorate provided at least four Transporter representatives are present.

Meeting Arrangements

Meetings will be administered by the Joint Office and conducted in accordance with the Code Administration Code of Practice