

iGT UNC / iGT INC Consultation Response

Date	12 th September 2011
Reference	iGT040 Modification Proposal Consultation
Title	Amendment to AQ values present within the CSEP NExA Table
Respondee	Scottish and Southern Energy
Position on the Modification	Support Modification

Facilitation of the relevant objectives

How this proposal will, if implemented, better facilitate the "code relevant objectives", as defined in Standard Condition 9 of the Gas Transporters Licence. For those answered Yes to, please provide a detailed explanation below the table.

<i>Relevant Objective</i>	<i>Yes/No</i>
a. the efficient and economic operation of the pipe-line system to which this licence relates	Y
b. so far as is consistent with sub-paragraph (a), the coordinated, efficient and economic operation of the pipe-line system of one or more other relevant gas transporters	Y
c. so far as is consistent with sub-paragraphs (a) and (b), the efficient discharge of the licensee's obligations under this licence	N
d. so far as is consistent with sub-paragraphs (a) to (c) the securing of effective competition between relevant shippers and between relevant suppliers	Y
e. so far as is consistent with sub-paragraphs (a) to (d), the provision of reasonable economic incentives for relevant suppliers to secure that the domestic customer supply security standards are satisfied as respects the availability of gas to their domestic customers	N
f. so far as is consistent with sub-paragraphs (a) to (e), the promotion of efficiency in the implementation and administration of the network code and/or the uniform network code referred to in paragraphs 2 and 5 respectively of this condition	N

Relevant Objectives to be better facilitated:

More accurate AQ values present within the CSEP NExA Table will improve transporter estimates of the amounts of gas that will be offtaken at each meter point. This will facilitate relevant objectives (a) and (b).

The revised values will also improve the allocation of energy and transportation costs between shippers. As the current AQ values within the CSEP NExA are too high, they act as a disincentive for shippers to register new sites, as the amounts billed are likely to be significantly lower than the costs of gas allocation and other costs incurred in supplying the

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sites until they have undergone an AQ Review. Therefore, the revised values will help to secure more effective competition between shippers and suppliers and so will facilitate relevant objective (d).

Likely impact on environment?

None Identified.

Implementation issues including impact on your systems

None.

Additional Information and Comments

Completed forms should be returned to the iGT UNC Representative, Gemserv Ltd at iGT-UNC@gemserv.com or faxed to 020 7090 1001