

## **TRANSCO NETWORK CODE MODIFICATION PROPOSAL No. 256**

**SHORT TITLE:** Increasing the number of Mod 169 Trades from 6 to 12

**DATE:** 12/8/98      **PROPOSED IMPLEMENTATION DATE:** 1 October 1998

**URGENCY:** Non-Urgent

### **JUSTIFICATION:**

Currently the Network Code allows a maximum of 6 'mod 169' trades, and requires notification of these trades by facsimile to Transco.

The number of 'mod 169' trades are increasing, and to facilitate a further increase in the use of this facility, Transco proposes increasing the number of allowable trades to 12. At the same time, in order to reduce the administrative burden on shippers and Transco associated with these trades, and to reflect current practice, it is proposed to relax the need for faxed notification by allowing verbal notification, but retaining the right for Transco to request a faxed confirmation of the trade.

### **CONSEQUENCE OF NOT MAKING THIS CHANGE:**

The upper ceiling on trades will remain at 6 which may constrain 'mod 169' activity. The requirement for faxed notification will continue to be a restrictive administrative burden associated with these trades.

### **AREA OF NETWORK CODE CONCERNED:**

Principle document section C

Amend paragraph 5.4.8.b.

" the Primary User verbally provides Transco, not later than the time at which the Primary Nomination(s) are submitted, a notification identifying (in such manner as Transco may reasonably require) the relevant Primary Renomination(s), Matching Renomination(s), including any made by the Primary User). Acquiring Trade Nomination(s) and Disposing Trade Nomination(s) (further references to which in paragraph 5.4.8. and paragraphs 5.4.9. and 5.4.10. are those so identified by the Primary User). Provided Always that Transco may at any time require a Primary User to confirm such verbal notification by facsimile: "

Amend paragraph 5.4.8.d

" a User may not on any Day make more than 12 Trade Nominations as Primary User. "

**NATURE OF PROPOSAL:**

To increase the number of 'Mod 169' trades from 6 to 12 and remove the requirement for all such trades to be notified to Transco. Transco will still retain the right to request a faxed confirmation.

**PURPOSE OF PROPOSAL:**

This proposal will allow an increase in 'mod 169' activity and reflect current practice in respect of the notification arrangements. It supports objective 7(c) in securing effective competition between relevant shippers and between relevant suppliers.

**IDENTITY OF PROPOSER'S REPRESENTATIVE:**

David Salisbury (Transco)

**PROPOSER:** John Lockett

**SIGNATURE:**

**POSITION:** Manager, Network Code

**COMPANY:** Transco

**MODIFICATION PANEL SECRETARY'S USE ONLY**

Reference Number: 0256

Date Received: 13/8/98