

MODIFICATION 0525

DRAFT LEGAL TEXT

Note: this is an indicative draft of the proposed designated arrangements. In relation to the Stranraer LDZ in particular this draft is incomplete and provisional.

DESIGNATED ARRANGEMENTS

NTS EXIT POINT AT MOFFAT

1 Introduction

- 1.1 This Document sets out Designated Arrangements applying in relation to the Moffat NTS Exit Point pursuant to Section A1.4 of the European Interconnection Document which forms part of the Uniform Network Code.
- 1.2 These arrangements are designated by National Grid NTS on _____ pursuant to Code Modification [0525] directed by the Authority on _____.
- 1.3 In accordance with EID Section A1.4.2 these arrangements form part of the Code, and may be modified by a Modification.

2 Interpretation

- 2.1 In this Document:
- (a) **Uniform Network Code** or **Code** means the Uniform Network Code established by National Grid Gas plc and certain other gas transporters pursuant to conditions in their gas transporter licences;
 - (b) **GUL** means GNI (UK) Limited (formerly BGE (UK) Limited);
 - (c) **GUL Interconnection Agreement** means the Interconnection Agreement dated 25 August 1998 and amended and restated as of [/] between National Grid NTS and GUL;
 - (d) **GUL System** means the gas interconnector between Moffat in Scotland and [Loughshinny in the Republic of Ireland], of which GUL is the transmission system operator;
 - (e) **GNI** means Gas Networks Ireland [Limited];
 - (f) **GNI Pipeline System** means [the gas transmission system of the Republic of Ireland, including the second gas interconnector between [Beattock and Gormanston],] operated by GNI;
 - (g) **GNI System** means the transportation system comprising the GNI Pipeline System and the capacity in the GUL System held by GNI as described in paragraph [3.3];

- (h) **Moffat Interconnection Point** has the meaning given in paragraph [4.1(a)];
- (i) **Moffat NTS Exit Point** means the NTS Exit Point at Moffat;
- (j) **Moffat Offtake Point** has the meaning given in paragraph [4.1(b)];
- (k) **PTL** means Premier Transmission Limited;
- (l) **PTL/Stranraer Connection Point** means the point at [] at which the PTL System is connected (as described in paragraph [3.2(d)]) to the Stranraer LDZ;
- (m) **PTL Pipeline System** means the gas interconnector between Twynholm in Scotland and Ballylumford in Northern Ireland operated by PTL;
- (n) **PTL System** means the transportation system comprising the PTL Pipeline System and the capacity in the GUL System held by PTL as described in paragraph [3.3];
- (o) **Stranraer DNO** means [Scotia Gas Networks Limited?], the DN Operator in respect of the Stranraer LDZ;
- (p) **Stranraer LDZ** means the LDZ comprising the Scottish Independent Network at Stranraer as described in TPD Section A1.7;
- (q) **[Stranraer Deemed Daily Quantity?]**.

2.2 In this Document terms defined in the Code have the meanings given to them in the Code.

3 Background

3.1 These Designated Arrangements reflect the circumstances and arrangements described in this paragraph 3.

3.2 As set out in the diagram attached to this Document:

- (a) the GUL System is connected to the NTS at the Moffat NTS Exit Point, where gas flows from the NTS into the GNI System;
- (b) the PTL Pipeline System is connected to the GUL System at Twynholme, where gas flows from the GUL System into the PTL System;
- (c) the GNI Pipeline System is connected to the GUL System at [Loughshinny], where gas flows from the GUL System into the GNI System;
- (d) the Stranraer LDZ is connected to the PTL System at [], where gas flows from the PTL System into the Stranraer LDZ.

3.3 Under arrangements made between GUL, PTL and GNI, GUL has allocated all of the capacity in the GUL System to PTL and GNI; and as a result of that allocation of capacity:

- (a) PTL arranges with shippers (but subject to paragraph [3.4]) for transportation of gas (in the GUL System and PTL Pipeline System) between the Moffat NTS Exit Point and [the exit point at Ballylumford] on the PTL System; and capacity rights allocated by PTL to shippers include rights in respect of transportation in the GUL System;

- (b) GNI arranges with shippers for transportation of gas (in the GUL System and GNI Pipeline System) between the Moffat NTS Exit Point and exit points on the GNI System; and capacity rights allocated by GNI to shippers include rights in respect of transportation in the GUL System;

and GUL does not enter into arrangements with (or allocate capacity to) shippers for transportation of gas in the GNI System.

3.4 Under arrangements between PTL and the Stranraer DNO:

- (a) the Stranraer DNO may cause gas to flow from the PTL System into the Stranraer LDZ at the PTL/Stranraer Connection Point;
- (b) [gas flows from the PTL System into the Stranraer LDZ are measured by [the Stranraer DNO] at the PTL/Stranraer Connection Point;]
- (c) a part of the capacity in the PTL System is allocated to the Stranraer DNO to allow such gas flows.

3.5 National Grid NTS [has] entered into the following Agreements in relation to the Moffat NTS Exit Point:

- (a) Interconnection Agreement with GUL;
- (b) Tripartite Agreement with GUL and PTL;
- (c) Tripartite Agreement with GUL and GNI
- (d) [*Stranraer - any agreement between NGG and SGN*]

4 Moffat Offtake and Moffat Interconnection Point

4.1 The Moffat NTS Exit Point shall be treated for the purposes of the Code as comprising separately:

- (a) an Interconnection Point (**Moffat Interconnection Point**), in respect of gas flows (through the GNI System or PTL System) to or from the Republic of Ireland or Northern Ireland; and
- (b) a NTS/LDZ Offtake (**Moffat Offtake**) in respect of gas flows (through the PTL System) to the Stranraer LDZ.

4.2 For the purposes of the Code gas is treated as flowing from the NTS into the Stranraer LDZ at the Moffat Offtake.

4.3 The provisions of the European Interconnection Document apply (subject to the arrangements in this Document) in relation to the Moffat Interconnection Point and not the Moffat Offtake.

4.4 The provisions of the Offtake Arrangements Document apply (subject to the arrangements in this Document) in relation to the Moffat Offtake and not the Moffat Interconnection Point.

4.5 For the purposes of the Code:

- (a) *[provision to determine the LDZ Daily Input Quantity in relation to the Moffat Offtake for the purposes of TPD Section E;]*
- (b) *[provision to determine the quantity treated as the Measured Quantity at the Moffat Interconnection Point for purposes of EID Section D3 for proportional allocation purposes.]*

4.6 For the purposes of the Code:

- (a) National Grid NTS's Transporter's Licence specifies an amount of Baseline NTS Exit (Flat) Capacity at the Moffat Offtake;
- (b) such Baseline NTS Exit (Flat) Capacity is not included in determining the amount of NTS Exit (Flat) Capacity which comprises Technical Interconnection Point Capacity at the Moffat Interconnection Point for the purposes of EID Section B;

(and it is understood that capacity in the PTL System allocated by PTL (as described in paragraph 3.4(c)) is not Interconnected System Capacity for the purposes of EID Section B).

4.7 Information about the quantities and rates in which gas is expected to flow into the Stranraer LDZ at the PTL/Stranraer Connection Point:

- (a) is provided by the Stranraer DNO to PTL (pursuant to the arrangements referred to in paragraph [3.4]), and
- (b) is taken into account in the gas flow information provided by PTL to GUL (pursuant to the arrangements referred to in paragraph [3.3(a)]), and
- (c) is taken into account in the Exit Flow Profiles provided by GUL to National Grid NTS under the GUL Interconnection Agreement.

4.8 *[Provision disapplying OAD in whole or part or varying OAD in relation to the Moffat Offtake]*

4.9 In relation to the Moffat Offtake the arrangements in this Document apply in addition to applicable provisions of TPD Sections A1.7 and B1.9.

5 Primary Interconnection Point

5.1 Pursuant to EID Section A2.1.3, for the purposes specified in paragraph 5.2:

- (a) the Moffat Interconnection Point is a Primary Interconnection Point;
- (b) the Moffat Interconnection Point comprises:
 - (i) a Subsidiary Interconnection Point in respect of the PTL System; and
 - (ii) a Subsidiary Interconnection Point in respect of the GNI System;
- (c) in relation to the PTL Subsidiary Interconnection Point:
 - (i) the Interconnected System is the PTL System;
 - (ii) the Adjacent TSO is PTL;

- (iii) the Interconnection Agreement is the PTL Tripartite Agreement (as to the matters provided in it);
- (d) in relation to the GNI Subsidiary Interconnection Point:
 - (i) the Interconnected System is the GNI System;
 - (ii) the Adjacent TSO is GNI;
 - (iii) the Interconnection Agreement is the GNI Tripartite Agreement (as to the matters provided in it).

5.2 Paragraph 5.1 applies:

- (a) for the purposes of EID Sections B1.7.2, C1.10 and D1.3.2, and
- (b) for the purposes of the remaining provisions of the European Interconnection Document (including EID Sections A4.1 and A4.2) as they apply for the purposes specified in paragraph (a).

5.3 Except as and for the purposes specified in paragraphs 5.1 and 5.2, for the purposes of the Code, in relation to the Moffat Interconnection Point:

- (a) the Interconnected System is the GUL System;
- (b) the Adjacent TSO is GUL;
- (c) the Interconnection Agreement is the GUL Interconnection Agreement.

Attachment

[Diagram illustrating arrangements]