

NTS Charging Review Proposed Objectives/ToR

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TCMF – Proposed Objectives/Terms of reference

Issue	What does this mean to people? (examples to aid discussion)
Limiting Volatility	Remove/limit magnitude of changes within year; sensitivity of inputs in the overall reference price methodology and overall framework (inclusive of all adjustments, alternative products)
Predictability	Use of charges in their own charging frameworks, timing of changes and transparency . Including ability to understand methodology and reproduce/forecast charges
Stability of prices	Limit magnitude of changes year to year, sensitivity of inputs in the overall framework
Fairness	Equitable treatment for users where appropriate; how the design and application of discounts, exemptions and alternative products is done
Security	Promote competition, facilitate cross border trade and supply of gas from domestic and non-domestic sources. Charges should facilitate delivery of new and flexible supplies as well as demand side response.
Network efficiency	Charges should encourage efficient use and operation of the system. In a future of falling demand, changing supply patterns and probable decommissioning of system points the charging framework should facilitate optimal utilisation of the network including delivery of new investment and signalling of redundancy

