

12/10/2001

Dear Colleague,

**NOTICE OF IMPLEMENTATION
MODIFICATION PROPOSAL No: 0485**

"Extension of Partial Interruption Service to DM CSEPs"

Please note that Modification Proposal No 0485 was implemented with effect from 06:00 hours on 19/10/2001. The Final Modification Report, Version 2.0, was signed by Ofgem on 12/10/2001.

The new Network Code text resulting from this Modification follows.

Modified Text:

SECTION G

6.11 PARTIAL INTERRUPTION AT CSEPS

6.11.1 For the purposes of Section G:-

- (i) "Tranche" means one of two or more increments by which the CSEP User of an Interruptible CSEP may reduce its offtake (or by which CSEP Users may reduce their offtake in aggregate) from the System during a Period of Interruption.
- (ii) "Tranche Annual Quantity" means in respect of each Tranche, the Tranche Percentage multiplied by the Interruptible CSEP Annual Quantity.
- (iii) "Tranche Quantity" means the quantity of gas, measured in kWh, that shall be allowed to be offtaken from the System at each Tranche in any period of 60 minutes in any Day in respect of which a CSEP Interruption Notice has been served.

- (iv) "Tranche Percentage" means in respect of each Tranche, the Tranche Quantity expressed as a percentage of the sum of all the Tranche Quantities at the Interruptible CSEP.
- (v) "**CSEP Interruption Notice**" shall have the same meaning as that ascribed thereto by the term Interruption Notice except that it shall apply in respect of a CSEP rather than a Supply Point.

6.11.2 Transco may allow Partial Interruption at an Interruptible CSEP provided that the following rules are satisfied:-

- (i) the CSEP User (or CSEP Users) shall specify the number of Tranches which it requires at the Interruptible CSEP, such number shall not exceed 9;
- (ii) each Tranche Annual Quantity shall not be less than 5,860,000kWh (200,000 therms);
- (iii) an application may be made by the CSEP User (or CSEP Users) to Transco for a Partial Interruption status at an Interruptible CSEP at any time, for a period not exceeding 12 months, commencing on or after the operational date requested by the CSEP User (or CSEP Users) and ending on the next 30th September;
- (iv) Transco shall accept or reject all applications for Partial Interruption within [10] Business Days of their receipt by Transco from a CSEP User or the CSEP User Agent as appropriate; and
- (v) where requested by Transco, equipment (as set out in the relevant CSEP NexA)to provide information to Transco in aggregate to allow Transco to monitor the requirements in paragraph 6.11.4 shall be installed by the CSEP User (the identity of which has been notified by the CSEP User Agent where there is more than one CSEP User) prior to the commencement of Partial Interruption status.

- 6.11.3 Where Partial Interruption is in force at an Interruptible CSEP under this paragraph 6.11, the CSEP User (or CSEP Users) shall pay to Transco the] relevant Administration Charge (if any) set out in the Transportation Statement. Transco shall (where applicable) issue an Ad-hoc Invoice in relation to the Administration Charge which will be invoiced and payable in accordance with Section S.
- 6.11.4 Where Transco requires Interruption at an Interruptible CSEP;
- (i) in any period of 60 minutes in the Day, the CSEP User will be allowed to offtake a quantity of gas, (and CSEP Users will be allowed to offtake a quantity in aggregate), measured in kWh, not exceeding the sum of the Tranche Quantities of the Tranches at the Interruptible CSEP in respect of which an Interruption Notice has not been served;
 - (ii) for the purposes of paragraph 6.9.1(a), the requirement of paragraph 6.7.2.(b) shall not be satisfied where the hourly offtake in paragraph (i) has been exceeded; and
 - (iii) the provisions of paragraph 6.9.2(a) and 6.11.5 shall apply.
- 6.11.5 Where there is a failure to Interrupt at an Interruptible CSEP with Partial Interruption status:-
- (i) where this is the first failure to Interrupt at the Interruptible CSEP in the Gas Year, the CSEP User (or CSEP Users) shall pay the charge determined under paragraph 6.9.2(b)(i), multiplied by the sum of the Tranche Percentages of the Tranches in respect of which an Interruption Notice was served;
 - (ii) For the remainder of the Gas Year any Tranche which has paid a failure to Interrupt charge in accordance with paragraph (i) above or paragraph (iv) shall be termed a "failed Tranche";
 - (iii) Where on any subsequent day in the Gas Year there is a failure to Interrupt at the Interruptible CSEP and the failure to Interrupt occurs

only at failed Tranches, (determined in accordance with paragraph 6.11.5(ii));

- (a) for each period of 60 minutes in the Day, the quantity offtaken in excess of the Tranche Quantity of all Tranches in respect of which the Interruption Notice was not served shall be termed the “excess failure quantity”;
- (b) the CSEP User (or CSEP Users) shall pay the charge calculated in accordance with paragraph 6.9.2(b)(ii), provided that Y shall be the total excess failure quantities in the Day;
- (iv) where on any subsequent day in the Gas Year there is a failure to Interrupt at the Interruptible CSEP and the failure to Interrupt occurs at one or more Tranches which are not failed Tranches (determined in accordance with paragraph 6.11.5(ii)), the CSEP User (or CSEP Users) shall pay the charge determined under paragraph 6.9.2(b)(i), multiplied by the sum of the Tranche Percentages of the Tranches in respect of which an Interruption Notice was served, less the sum of the Tranche Percentages of the failed Tranches (determined in accordance with paragraph 6.11.5(ii)) in respect of which the Interruption Notice was served.

6.11.6 Transco shall revoke the Partial Interruptible status at an Interruptible CSEP if:-

- (i) the CSEP ceases to be an Interruptible CSEP;
- (ii) subject to paragraph 6.10.7, any CSEP User ceases to be a CSEP User for any reason, or where a User becomes a CSEP User. ;

6.11.7 Where at an Interruptible CSEP there is only one CSEP User and an alternative CSEP User is to become the CSEP User of relevant CSEP, the Proposing CSEP User shall, at least 2 but not more than 7 Business Days prior to the proposed Supply Point Registration Date, notify Transco of such change. The Partial Interruption status of the Interruptible CSEP shall transfer to the new

CSEP User provided that the requirements of paragraph 6.11.2 remain satisfied.

- 6.11.8 Where, at an Interruptible CSEP, any CSEP User ceases to be a CSEP User for any reason or where a User becomes a CSEP User, then the CSEP Agent may re-apply for Partial Interruption in accordance with paragraph 6.11.2 and pursuant to such re-application the Partial Interruption Status of the CSEP shall transfer to the CSEP User (or CSEP Users) identified in the re-application provided the requirements of paragraph 6.11.2 remain satisfied.
- 6.11.9 If the CSEP User (or CSEP Users) wishes to change the number of Tranches or any of the Tranche Quantities, Transco shall, subject to paragraph 6.11.2, allow such change provided that the Interruption Allowance in relation to any Tranches shall not be changed.
- 6.11.10 Subject to paragraph 6.11.2(i), if the CSEP User (or CSEP Users) wishes to increase the NTS Exit Capacity and LDZ capacity (as applicable) of the Interruptible CSEP, Transco may grant such additional NTS Exit Capacity and LDZ Capacity (as applicable) as an additional Tranche with an Interruption Allowance which may be greater than the Interruption Allowance of any of the existing Tranches at the Interruptible CSEP.
- 6.11.11 If the Interruptible CSEP ceases to have Partial Interruption status, but continues to be an Interruptible CSEP, the Interruption Allowance of the Interruptible CSEP shall be the greatest Interruption Allowance of any of the Tranches previously at the Interruptible CSEP.
- 6.11.12 Where any of the Tranches at the Interruptible CSEP has an Interruption Allowance greater than 45 days, for the purposes of paragraph 6.5.4, the Interruption Allowance shall be determined by the sum of the products of the Tranche Percentage and the Interruption Allowance of each Tranche at the Interruptible CSEP.
- 6.11.13 Nothing in this paragraph 6.11 shall prevent Transco from requiring Interruption at all Tranches at the Interruptible CSEP on the same Day.

6.11.14 In the case of Partial Interruption at an Interruptible CSEP:

- (a) the CSEP Users shall ensure that all actions which are required to be undertaken by the CSEP Users in accordance with this paragraph 6.11 (including compliance with paragraph 6.11.2) shall be undertaken on behalf of all the CSEP Users by the CSEP Users Agent;
- (b) for the purpose of this paragraph 6.11 all Code Communications
 - (i) if to be given by Transco may be given to the CSEP Users Agent;
 - (ii) if to be given by CSEP Users may only be given by the CSEP User Agent.

6.11.15 The CSEP User Agent may re-apply for Partial Interruption in accordance with 6.11.2(iii) and, pursuant to such re-application, the Partial Interruption Status of the Interruptible CSEP shall transfer to the CSEP Users identified in the re-application provided the requirement of paragraph 6.11.2 remain satisfied.

6.11.16 All references within this paragraph 6.11 to sub-paragraphs of paragraph 6 shall be construed in accordance with the relevant CSEP Ancillary Agreement or the relevant CSEP NExA.

Yours sincerely,

Julian Majdanski
Modification Panel Secretary