

TRANSCO NETWORK CODE MODIFICATION PROPOSAL No 0412

SHORT TITLE: Extension of Shared Supply Meter Point Arrangements

DATE: 11 July 2000 **PROPOSED IMPLEMENTATION DATE:** 1 October 2000

URGENCY: Non Urgent

NATURE OF PROPOSAL:

Shared Supply Meter Points with Annual Quantities greater than 58,600,000 kWh (2,000,000 therms) and less than 1,465,000,000 kWh (50,000,000 therms) must currently be comprised of no more than four Supply Points, of which up to three are permitted to be Interruptible. This Modification proposes to remove these limits for all eligible Supply Points such that there will be no restriction on the number of Supply Points at shared supply meter points and there will be no restriction on the number of these Supply Points which can be designated as Interruptible.

PURPOSE OF PROPOSAL:

Modification Proposal 0345 (Revision to the number of Consenting Users at Shared Supply Meter Points), implemented on 1 October 1999, increased the number of Supply Points permitted within a VLDMC Shared Supply Meter Point Arrangement (Annual Quantity greater than 50,000,000 therms) from four to six. The restriction on the number of Interruptible Supply Points permitted was also removed.

Transco has subsequently assessed the operational impact of removing the limits on both the number of Supply Points per shared supply meter point and the number of Supply Points designated as interruptible for all eligible sites and now believes that this could be facilitated.

This proposal would, therefore, ensure consistency in the terms offered to all Supply Points eligible for Shared Supply Meter Point status and should potentially widen end user choice in the procurement of gas supply and thereby facilitate more effective competition between shippers and suppliers.

CONSEQUENCE OF NOT MAKING THIS CHANGE:

There would remain a distinction between the Shared Supply Meter Point terms offered to VLDMC Supply Points and DM Supply Points and a restriction in the terms of the service would also remain that could be seen as placing a barrier to facilitating effective competition at supply points.

AREA OF NETWORK CODE CONCERNED:

Section G, Paragraphs 1.7 and 6.2

IDENTITY OF PROPOSER'S REPRESENTATIVE:

Simon Richardson

PROPOSER:

SIGNATURE:

POSITION:

COMPANY:

MODIFICATION PANEL SECRETARY'S USE ONLY

Reference Number: 0412

Date Received: 11 July 2000