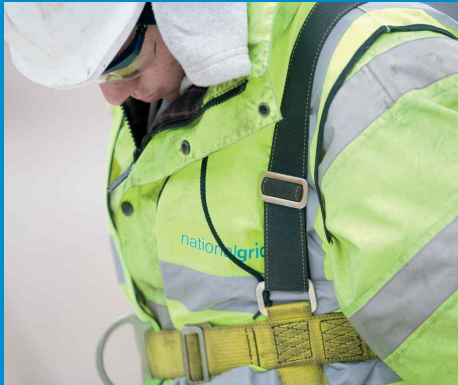


Modifications 501,501A,501B,501C



Treatment of Existing Entry Capacity Rights at the Bacton ASEP to Comply with EU Capacity Regulations

501 Workgroup

20th April 2015

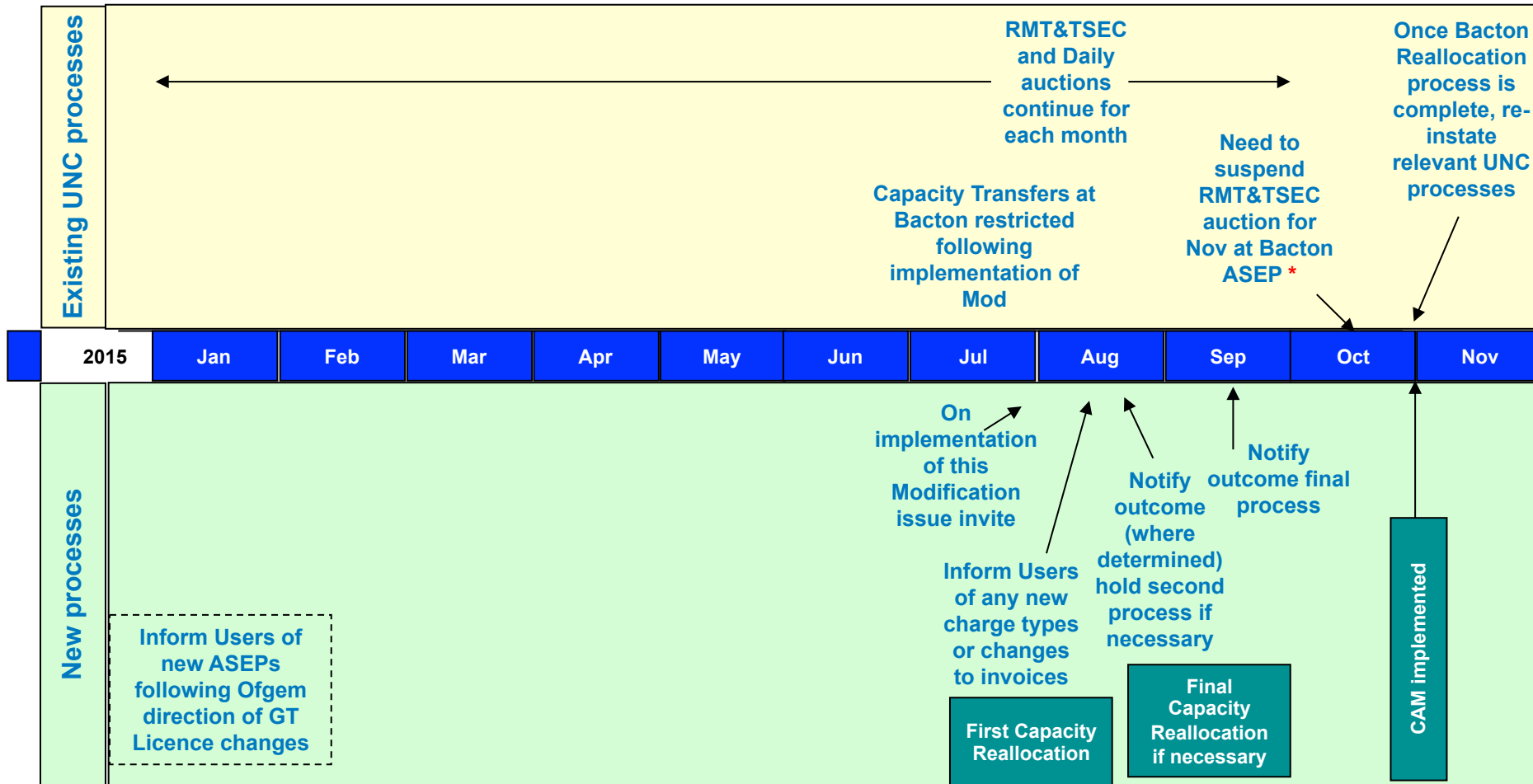
Background

- Ofgem letter issued 1 April 2015
 - Decision to conduct an Impact Assessment
 - Direction to revise and resubmit UNC 501 suite of modifications in relation to the **start date** of the process which is currently “***no later than ten Business Days following the completion of the allocation of Quarterly NTS Entry Capacity***”
 - and assess **subsequent timings** as set out in the legal text
- FMR and legal text to be revised and resubmitted to the Authority

Background

- Bacton Reallocation Process needs to conclude 30th September 2015
- New nominations process starts Gas Flow Day (GFD) 1st October 2015 at Interconnection Points (IPs)

Timeline for Bacton Reallocation Process



* The day ahead auction for Bacton UKCS and Bacton IP will commence on the 31st October

Potential Revised Timeline

Mods 501 and 501A (Business Days)								Total
Process steps	Initial invite	Users Response	Results faxed by	Final invite	Users response	NG Notify Results	Systems updated	
Original timeline	10	10	5	5	10	5	10	55
Revised timeline	0	10	5 (combine)		10	5	10	40

Mod 501B (Business Days)											Total
Process	Initial invite	Response	Results faxed	Final invite	Response	Results faxed	Return invite	Response	Results	Systems updated	
Original timeline	10	10	5	5	10	5	5	5	5	10	70
Revised timeline	0	10	5 (combine)		10	5 (combine)		5	5	10	50

Mod 501C (Business Days)								Total
Process steps	Initial invite	Users Response	Results faxed by	Final invite	Users response	NG Notify Results	Systems updated	
Original timeline	10	10	5	5	10	5	10	55
Revised timeline	7	10	5 (combine)		10	5	10	47

Potential Revised Timelines

May 2015							June 2015							July 2015							August 2015						
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
					1	2		1	2	3	4	5	6				1	2	3	4							1
3	4	5	6	7	8	9	7	8	9	10	11	12	13	5	6	7	8	9	10	11	2	3	4	5	6	7	8
10	11	12	13	14	15	16	14	15	16	17	18	19	20	12	13	14	15	16	17	18	9	10	11	12	13	14	15
17	18	19	20	21	22	23	21	22	23	24	25	26	27	19	20	21	22	23	24	25	16	17	18	19	20	21	22
24	25	26	27	28	29	30	28	29	30					26	27	28	29	30	31		23	24	25	26	27	28	29
31																					30	31					

September 2015							October 2015							November 2015							December 2015						
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
		1	2	3	4	5					1	2	3	1	2	3	4	5	6	7			1	2	3	4	5
6	7	8	9	10	11	12	4	5	6	7	8	9	10	8	9	10	11	12	13	14	6	7	8	9	10	11	12
13	14	15	16	17	18	19	11	12	13	14	15	16	17	15	16	17	18	19	20	21	13	14	15	16	17	18	19
20	21	22	23	24	25	26	18	19	20	21	22	23	24	22	23	24	25	26	27	28	20	21	22	23	24	25	26
27	28	29	30				25	26	27	28	29	30	31	29	30						27	28	29	30	31		

The longest reallocation process timeline, from 30th September 2015 backwards, equates to a reallocation process start date of no later than 21st July 2015.

Potential Proposed Change

- Amending the trigger for processes contained within UNC 0501 suite of modifications from March 2015 QSEC allocation to the modification implementation date
- National Grid NTS will facilitate by minimising the number of business days available for NG process steps within each modification whilst maintaining the original number of days for Shippers to respond. This allows a reallocation process start date of 21st July 2015
- **No change to number of days for Shippers to respond**
- Upon Modification approval NG will also issue a timeline, via the JO, that we will be following given the approved Modification so Shippers are clear in the process timeline to be followed.

Potential Change

- Potentially requires only one change to the Modifications
 - Suggested Text to be updated (for UNC 501 501A and 501B Modification Proposals):

*~~“Within Ten Business Days following the allocation of the March 2015 auction in respect of Quarterly NTS Entry Capacity~~ **implementation of this Modification** National Grid NTS will invite*“

- Suggested Text to be updated (for UNC 501C Modification Proposal):

*Within 10 business days but no earlier than 7 business days following the ~~allocation of the March 2015 auction in respect of Quarterly NTS Entry Capacity~~ **implementation of this Modification** National Grid NTS will invite*“

Next Steps

- Consider if change is non-material or material by Modification Proposers and the 501 Workgroup
 - This will inform the Modification timeline back to Panel
- Variant Modifications to be submitted
- Supporting Legal text to be updated
- FMR to be revised / submitted to Panel