

Option B Cost Benefit Analysis Methodology

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02 September 2015



About the Option B CBA spreadsheet

- Based on NTS data on 10 subterminal flows from Oct 14 to Jul 15
- Uses DA Heren NBP to calculate total shipper impact of timeshift, but SAP to calculate value of Option B
- Contains option to increase variation of flows
- All data is aggregate per terminal, does not consider impact on individual shipper
- Lacks shipper impact: aggregate flows can hide wider shipper impact
- So far cost of no Option B is over £400kpa (does not include September and August)

Next steps and questions?

- Shipper scenario?
 - Could NGG calculate aggregate value of Option B per shipper?
- Include July costs (add September 14?)