

Ofgem's Response to 22 June 2006 Meeting: Action SF013

&box_gasgovernance_enquiries

Sent by: Lorna Dupont

11/07/2006 16:24

Dear Colleague,

Ofgem have provided the attached information in response to Action SF 013 (please see below).

Regards,

Lorna

Lorna Dupont
Joint Office of Gas Transporters
Tel: 0121 713 5003
Website: www.gasgovernance.com

"Lewis Hodgart" <Lewis.Hodgart@ofgem.gov.uk>

06/07/2006 15:39

To: Tim Davis

Subject: 22 June Shrinkage Meeting

Tim

After discussion with Peter Dickinson, I refer to the action in the 22 June forum minutes regarding IGTs and shrinkage.

On this subject Ofgem is aware of the modification that Marie Clark raised in respect of enforcing the NEXA requirement for IGTs to submit shrinkage volumes. Ofgem is also aware of the work undertaken via the IGT workgroup towards developing a uniform IGT network code, and broadly it is within this framework that Ofgem would currently expect discussions regarding shifting the obligation on IGTs to account for shrinkage to take place.

Reference is made in the minutes to 'Ofgem's review of IGTs' but whilst Ofgem takes the role of developing and enforcing IGT regulation seriously, and frequently responds to questions about IGTs, I am not aware of a review of IGT issues that could incorporate the subject of IGT shrinkage.

To provide clarity, on the basis of the information currently available, Ofgem has no plans to instigate a review of this topic.

Kind Regards

Lewis.