

# **Clarification of Timescales to Revise AQ for Small Supply Point threshold crossers**

**Gareth Evans - Total Gas and Power Ltd**

# Introduction

---

Presentation is intended to outline proposal to clarify the obligations currently placed upon suppliers to declare Threshold Crossers.

- **Modification 0640**
- **Current AQ revision Timescales**
- **Timescale of Process**
- **Clarification of Revision timescales**



**TOTAL**

# Modification 0640

---

- *Modification 0640 “End of Year Reconciliation of Specific Categories of Smaller Supply Points”*
- *Placed an incentive on Shippers to submit AQ revisions if they reasonably believe that a Small Supply Point has increased its offtake so that it becomes a Large Supply Point.*
- *Introduced the concept of a “User Annual Quantity Revision Difference Transportation Charge Adjustment”.*
- *TGP believes that the current deadline operated by xoserve is not in keeping with the intention of Modification 0640*
- *The purpose of this Modification is to provide clarity on the timescales required.*



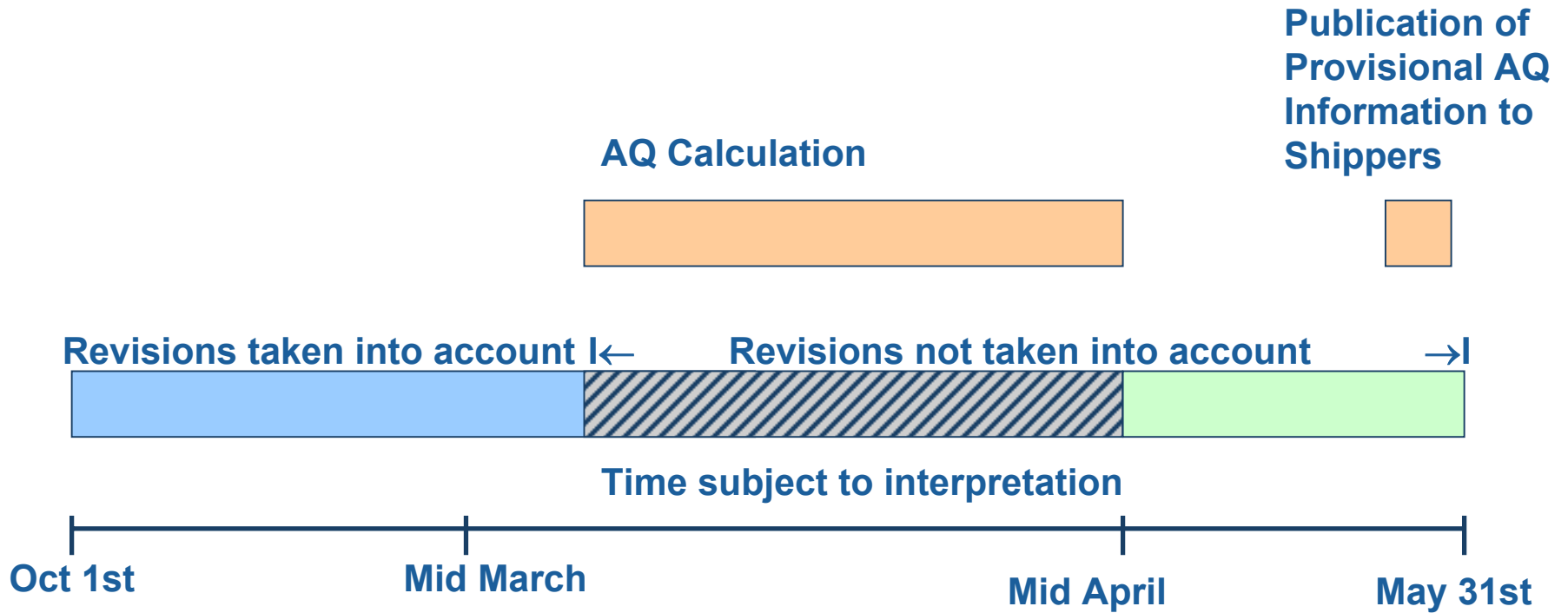
# Current AQ revision Timescales

---

- **UNC States that Shippers must submit AQ revisions “*prior to the Provisional Annual Quantity being calculated*”**
- **Transporters must calculate the Provisional AQ prior to the 31<sup>st</sup> May 2006 (AQ review date).**
- **Provisional AQ calculation usually started in mid-march. Notice of the start of the calculation is given by xoserve ahead of the start of the process at the billing ops forum**
- **Xoserve has interpreted that any Shipper AQ revisions need to be submitted prior to the start of the provisional AQ calculation.**
- **Does not give sufficient time to utilise meter reads obtained at the end of the winter period; actual peak consumption of a site will not be taken into account.**



# Timescale of Process



# Clarification of Revision timescales

---

- TGP believe that current interpretation of deadline is not consistent with the intended effects of Modification 0640.
- From conversations with xoserve, there does not seem to be an issue with submitting revisions during the calculation process.
- Allowing Shippers to submit during the AQ calculation allows Shippers to improve the quality of their estimates, while preventing Shippers from manipulating AQs to reflect newly calculated values.
- Propose incorporating this clarity into the UNC to remove ambiguity.

