

Representation

Draft Modification Report

0404 - Profiling payment of LDZ capacity transportation charges for Small Shipper Organisations

Consultation close out date: 05 April 2012

Respond to: enquiries@gasgovernance.co.uk

Organisation: SSE

Representative: Mark Jones

Date of Representation: 05 April 2012

Do you support or oppose implementation?

Not in Support

Please summarise (in one paragraph) the key reason(s) for your support/opposition.

We believe that this modification places increased financial risks on shippers in the event of a default and effectively puts a requirement on transporters to be credit providers. Also, the modification details qualifying criteria that has not been substantiated.

Are there any new or additional issues that you believe should be recorded in the Modification Report?

No.

Relevant Objectives:

How would implementation of this modification impact the relevant objectives?

We do not agree with the proposer that this obligation better facilitates relevant objective d), as it will discriminate to the benefit of smaller shippers, and also will act as a disincentive for smaller shippers to increase their portfolios and go above the threshold limits contained within the modification.

Impacts and Costs:

What analysis, development and ongoing costs would you face if this modification were implemented?

None.

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Implementation:

What lead-time would you wish to see prior to this modification being implemented, and why?

It could be implemented immediately.

Legal Text:

Are you satisfied that the draft legal text (to be provided by Scotia Gas Networks alongside the Draft Modification Report) will deliver the intent of the modification?

Yes.

Is there anything further you wish to be taken into account?

Please provide any additional comments, supporting analysis, or other information that that you believe should be taken into account or you wish to emphasise.

No.

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