

**UNC Modification Proposal Number [] Revision to Section Q – Emergencies
Proposed Legal text for [Draft] Modification Report – as tabled 6th July 2005
TPD Section Q**

Delete paragraph 1.2.3(b)(iv) and amend paragraph 1.2.3(b) to read as follows:

- (b):
 - (i)
 - (ii)
 - (iii) from the Total System.

Amend paragraph 1.2.3(c) to read as follows:

- (c) a “**Network Gas Supply Emergency Critical Transportation Constraint Emergency**” is a Network Gas Supply Emergency which is not a Network Gas Supply Emergency Gas Deficit Emergency or a Network Gas Supply Emergency Safety Monitor Emergency;

Insert the following as new paragraph 1.2.3(d) and re-number the existing paragraph 1.2.3(e) as paragraph 1.2.3(e):

- (d) a “**Network Gas Supply Emergency Safety Monitor Emergency**” is a Network Gas Supply Emergency which arises as a result of a potential or actual breach of a Safety Monitor; and”

Amend paragraph 1.2.6(a) to read as follows:

- (a) “**Stage**” means a stage (from 1 to 5) of the Network Gas Supply Emergency Procedure as described in the NEC Safety Case, and a Network Gas Supply Emergency is of a particular Stage where the NEC has determined that the relevant stage of such procedures applies in relation to such Gas Supply Emergency. For the avoidance of doubt, nothing shall prevent the NEC declaring Stages sequentially or declaring a number of stages together;

Amend paragraph 3.1.1(a) to read as follows:

- (a) inform Users not a Potential Network Gas Supply Emergency) whether it is a Network Gas Supply Emergency Gas Deficit Emergency or a Network Gas Supply Emergency Safety Monitor Emergency or a Network Gas Supply Emergency Critical Transportation Constraint Emergency;

Amend paragraph 3.2.2 to read as follows:

- 3.2.2 In a Network Gas Supply Emergency (other than a Network Gas Supply Emergency Critical Transportation Constraint Emergency) the application of Section D (other than paragraph 2.4 thereof) will be suspended and with effect from the time such Network Gas Supply Emergency was declared, and in respect

of any later Gas Flow Day falling within the duration of the Network Gas Supply Emergency, Transco NTS will not take any Market Balancing Actions; and (in lieu thereof) the Emergency Procedures will apply and Transco NTS's decisions as to the delivery and offtake of gas to and from the Total System will be implemented pursuant to paragraphs 3.3 and 3.4.

Insert the following as new paragraph 3.3.4 to read as follows:

- 3.3.4 In any Network Gas Supply Emergency (including any Potential Network Gas Supply Emergency), Transco NTS may (where appropriate, in lieu of applying paragraph 3.3.2 in relation to gas-in-storage) issue direct instructions to the Operator of any Storage Facility to reduce or cease the delivery, or refrain from delivering (as the case may be), gas to the Total System at the relevant Storage Connection Point (in which case the Transporter shall not be in breach of Section J3.2 where Transco NTS issues such an instruction).

Insert the following as new paragraphs 3.4.8 and 3.4.9 to read as follows:

- 3.4.8 In the event of a Network Gas Supply Emergency, Transco NTS will identify the demand-side steps (if any required), including the reduction or discontinuance of offtake of gas at NTS/LDZ Offtakes. It will then be the responsibility of each Transporter to identify the consequential demand-side steps (if any) that require to be taken in relation to that Transporter's System, including the reduction or discontinuance of offtake of gas at Firm as well as Interruptible Supply Points.
- 3.4.9 In the event of Stage 4 being declared in relation to a Network Gas Supply Emergency, Transco NTS will allocate available gas to one or more LDZs. It will then be the responsibility of the Transporter to allocate such available gas within such LDZ.

Amend paragraph 4.1.1 to read as follows:

- 4.1 In respect of each Day or part of a Day during a Network Gas Supply Emergency (other than a Network Gas Supply Emergency Critical Transportation Constraint Emergency):
- (a)
 - (b)
 - (c)
 - (d)
 - (e)
 - (f)
 - (g)
 - (h); and
 - (i)

Amend the heading of paragraph 4.2 to read as follows:

4.2 Clearing of gas balances following certain types of Network Gas Supply Emergency

Amend paragraph 4.2.1 to read as follows:

4.2.1 In a Network Gas Supply Emergency (other than a Network Gas Supply Emergency Critical Transportation Constraint Emergency), Section F2 will apply on such modified basis as is appropriate to give effect to paragraph 4.2.2 (and in particular without the application of any tolerances, or of any price other than the relevant price under paragraph 4.2.3).

Amend paragraph 4.2.2 to read as follows:

4.2.2 In respect of each Day during a Network Gas Supply Emergency (other than a Network Gas Supply Emergency Critical Transportation Constraint Emergency):

- (a) Transco NTS shall pay to each User who has a positive Daily Imbalance on a Day an amount determined as the User's Daily Imbalance multiplied by the relevant price, subject to paragraph 4.2.5;
- (b) each User who has a negative Daily Imbalance on such Day shall pay to Transco NTS an amount determined as the User's Daily Imbalance multiplied by the relevant price.

Amend paragraph 4.2.4 to read as follows:

4.2.4 In applying Section F4 in respect of Days during a Network Gas Supply Emergency (other than a Network Gas Supply Emergency Critical Transportation Constraint Emergency), to the extent amounts payable by Transco NTS to Users pursuant to paragraph 4.2.5 exceed the amounts payable pursuant to paragraph 4.2.2, the excess amounts will be taken into account as though such amounts were Market Balancing Action Charges payable by Transco NTS (for the purposes of Section F 4.4.3).

Amend paragraph 4.2.5 to read as follows:

4.2.5 Where a User (the "**claimant**") believes that it will suffer a financial loss by reason of being paid only the relevant price in respect of any gas delivered to the Total System on a Day during a Network Gas Supply Emergency Gas Deficit Emergency (but not in respect of a quantity of gas which exceeds the amount of the claimant's Daily Imbalance if any under paragraph 4.2.2(a)):

- (a)
- (b)
- (c)
- (d); and
- (e)