

Workgroup Terms of Reference

0439: Notice for Enduring Annual Exit (Flat) Capacity Reduction Applications

Date referred from Panel: 20 December 2012

Background – Why Change?

Please refer to <u>www.gasgovernance.co.uk/0439</u>

Solution

It is proposed to remove the "14 months' notice rule" such that Users holding Enduring Annual NTS Exit (Flat) Capacity may apply, in the July application window of gas year Y, for a reduction with effect from the 1st of any month in gas year Y+1. Users with a UCA may apply for such a reduction only from the 1^{st} of any month after the UCA has been forecast (based on published prices for year Y+1) to have been satisfied.

Topics for Discussion

- Understanding the objective
- Assessment of alternative means to achieve objective
- Development of Solution (including business rules if appropriate)
- Assessment of potential impacts of the modification
- Assessment of implementation costs
- Assessment of legal text.

Outputs

Produce a Workgroup Report for submission to the Modification Panel, containing the assessment and recommendations of the Workgroup.

Composition of Workgroup

The Workgroup is open to any party that wishes to attend or participate.

A Workgroup meeting will be quorate provided at least two Transporter and two User representatives are present.

Meeting Arrangements

Meetings will be administered by the Joint Office and conducted in accordance with the Code Administration Code of Practice.

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