

GT SECTOR	
REFERENCE NUMBER:	CATEGORY:
LICENCE CONDITION NUMBER: <i>(if relevant):</i>	SpC 6.2
TITLE:	Gas conveyed to Independent Systems
RELEVANT LICENCE CONSULTATION QUESTIONS <i>(if any):</i>	
RELEVANT ISSUES LOG:	
POLICY ISSUES	
<ul style="list-style-type: none"> Part C 6.2.5 	<ul style="list-style-type: none"> The condition only specifies payments to SGN, as NGGT currently also pay Wales and West under the SIU process and the Bulk Price Differential is based on the prices at Stornoway (for SGN) and also Llanfyllin and Llanwryd Wells in Wales. The T1 licence table had values for both SGNACP and WWUACP values. Please can Ofgem confirm that it is the policy intent that the Welsh SIUs have been removed from the licence / process? We recall this being mentioned in a margin note to the August LDWG drafting but would like clarification that this is a policy that has been consulted on and agreed as it is central to the structure of this condition.
DRAFTING ISSUES	
<ul style="list-style-type: none"> 6.2.2 6.2.2 6.2.3 6.2.3 6.2.3 6.2.5 	<ul style="list-style-type: none"> Currently “Independent Systems” is defined twice in the definitions annex for GT. The definition needs to be amended for the purposes of this condition so as to refer to gas conveyed being LNG or LPG (as per the current definition in Special Condition 1A which refers to the current Special Condition 11F. “Relevant Shippers” needs to be defined in the GT definitions annex for the purposes of this condition as per the current definition within the existing Special Condition 11F. The definition of “Bulk Price Differential” refers to LPG. LPG needs to be defined fully as per current Special Condition 1A (rather than by reference to 1A) as “means a mixture of hydrocarbon gases etc.” SGN should be defined / referred to in full as Scotland Gas Networks plc as per the current licence. The reference to 9.16.5 should be to 6.2.5.

<ul style="list-style-type: none"> • 6.2.7 • 6.2.8 	<ul style="list-style-type: none"> • Suggest that 6.2.5 is expanded to clarify what the payment relates to as per the existing Special Condition 11F. After “Table 1” in line 1 add “(being the additional costs of serving the customers connected to those Independent Systems operated by SGN)” • In (a) refer to “the Relevant Shipper” in line 1 and 2. In (a) reference to 9.16.4 should be to 6.2.4. In (b) cross reference should be to 6.2.5 not 9.16.5. • Reference should be to 6.2.7 not 9.16.7
FINANCE ISSUES	
SUPPORTING INFORMATION	
OFGEM ENGAGEMENT:	