

# Initial Modification Report No.4

## Code “Housekeeping” Update

21<sup>st</sup> September 2018

Please find below Initial Modification Report No.4 to the NI Network Gas Transmission Code raised by the Transporter as required under Sections 2 and 3 of the Code Modification Rules.

### **A Description of the nature and purpose of the modification**

This proposal is being made to make a series of minor updates and corrections (i.e. “housekeeping changes”) to the Code following the implementation of the arrangements for GMO (NI) and the implementation of Modifications 1, 2 and 3. They include changing the name of the CJV Agreement to the SSO Agreement, using the correct defined terms in the Demand Forecasting Section, removal of redundant terms, addition of missing defined terms in the Appendix and various minor typographical corrections.

Please see section G for more details.

### **B How the modification better facilitates the relevant objective**

The Relevant Objective, (condition 2.4 of the Transporter Licences) will be better facilitated by the NI Network Gas Transmission Code as a result of this modification. This change will support the economic and efficient operation of the network by ensuring that the Code is maintained to be as accurate and up to date as possible.

### **C The clauses of the NI Network Gas Transmission Code that require amendment**

This proposal will make minor amendments to various sections of the Code, as listed in section G below.

### **D Impact on the networks of the Designated Pipeline Operators, Adjacent Transporters and/or relevant agreements in respect of the NI Network:**

The Transporter has considered the impacts the modification may have and has concluded as follows:

Operation of the networks of the Designated Pipeline Operators: No impact

Adjacent Transporters: No impact

Relevant NI Agreements: No impact

### **E The date proposed for implementation**

The Transporter proposes that this Modification should take effect from 30<sup>th</sup> November 2018.

**F      How to Respond**

Please send responses no later than 19<sup>th</sup> October 2018 to:

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## G Housekeeping Updates

Section Refs	Change	Reason
Contents	Updates to reflect Code Changes including the Appendices	-
Throughout the Code	'Maydown Exit Point' renamed 'West Exit Point'	To enable future offtake points to the West pipeline system (not necessarily located at Maydown) to be included within the arrangements as a single 'Exit Point'
Throughout the Code	Replace 'CJV Agreement' with 'SSO Agreement'	Contract name revised at time of finalisation of the agreement
Throughout the Code	Remove references to the 'Postalised Network Disbursement Procedure'	The Disbursement Procedure was an excel model which was previously used to carry out the calculation of Disbursement Amounts. These calculations are now systemised within Delphi and the calculations are detailed in the Code, so it is no longer necessary to refer to the procedure
Contents Appendix 4	Addition of description to the name of Part 1 Appendix 4	To distinguish better between the table in Appendix 2 and the table in Appendix 4 Part 1
1.3.11	Inclusion of SSO Agreement	To ensure the confidentiality provisions in the SSO Agreement are also included
2.3.18	Replace 'and' with 'any'	Typo correction
2.17.12	Addition of point (12.17.13)	Typo correction
5.1.1, 5.1.2,	Replace 'Non-Daily Metered Demand Forecasts' with 'Daily NDM Forecasts'	Correction to use appropriate defined term
9.2.1, 9.2.3(h), 9.2.5	Removal of references to the CJV Agreement	The arrangements for Balancing Gas Procurement are in the SOA but not the SSO Agreement (CJV Agreement)
10.17.1 19.7.1	Remove hyphen in South–North	Typo correction
15.2.3	Rephrasing of reference to SOA	For clarity and accuracy, concerning the planning of maintenance in accordance with both the provisions of the SOA and the points (a) to (c) in the Code
16.2.1	Replace 'last Business Day in March' with '15 <sup>th</sup> Business Day in March'	Typo correction
16.2.4	Replace 11.2.3 with section 16.2.3	Typo correction

17.9.3 (b)	Replace 'by' with 'following' ...the Due Date	Correction following Code update for Credit Mod No.3
18.7.2	Inclusion of "Level of Provided Credit Default" in the definition	For clarity of the meaning of the acronym
18.9.2 and thereafter throughout the Code and Appendix 1	Amend definitions of NPTP Default and NPCC Default i.e. "NPTP Default" becomes "Transmission Amounts Default" or "TA Default", and "NPCC Default" becomes "Code Charges Default" or "CC Default"	Amendments to simplify and clarify those terms by removing the 'NP' (non-payment) component, and adding definitions in full as well as in the acronym terms
Appendix 1	<p>Insert definition of Interconnection Agreement</p> <p>Removal of hyphens from 'South-North IP Entry Point', 'South-North Interconnection Point' and 'South-North VRF IP Exit Point'</p> <p>Amend definition of NI Postalised Network Disbursement Account to refer to the SSO Agreement instead of the SOA</p> <p>STRLCS min definition: correction of reference from 18.3.9 to 18.3.10</p> <p>Various other minor spacing and punctuation corrections, and corrections for consistency with other changes detailed elsewhere in this table</p>	<p>Addition of missing defined term</p> <p>Typos</p> <p>Cross-reference corrections</p>
Appendix 2	Update of West Exit Point name within the table	For consistency with renaming Maydown Exit Point as West Exit Point
Appendix 4	Amendment of references to section 13 and 15 in the column headings of the table in Part 1	Cross-reference corrections
Appendix 5	<p>Amendments to add plurals to paragraph 2 of the Form of Guarantee and paragraph 3 of the Form of Letter of Credit</p> <p>Replace references to Uniform Customs and Practice for Documentary Credits (1993 revision) International Chamber of Commerce Publication No.500 with references to the 2007 revision in the Form of Letter of Credit</p>	<p>To ensure that it is clear that, in each case, a guarantor may be required to make payments into more than one of the bank accounts, as directed by the Transporter, depending on the circumstances</p> <p>Updated to reference current version</p>
Appendix 6	Update of names and dates of SSO Agreement and SOA and update of the default terms TA Default and CC Default as described above	Corrections as above
Appendix 7	Removal of Transition Section	No longer in force

**H**      **Proposed Legal Text**  
*Published Separately*