

Special condition C14: Information to be provided to the Authority in connection with the transportation system revenue restriction in respect of the NTS transportation owner activity and NTS system operation activity

1. The licensee shall provide statements to the Authority of the information specified in the following table, in respect of the activities covered by this licence, for the periods identified in that table and by the dates specified in that table. Where information is derived from a formula defined in the licence, the component parameters of that formula shall also be reported. Where information is requested in respect of periods of less than a full formula year, the licensee shall provide such information on a reasonable endeavours basis. All revenue and information provided shall comply with Special Condition C9 (Allocation of revenue and costs for calculations under the price control in respect of the NTS transportation owner activity and NTS system operation activity).

Description	Licence definition	Period	Reporting deadline
NTS transportation owner activity			
$TOMR_t$	<u>Maximum</u> NTS transportation owner revenue	Formula years	By 30 June in formula year t+1
TOR_t	<u>NTS transportation owner revenue</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
$TOREVBEC_t$	Revenue derived from the sale of NTS SO baseline entry capacity	Formula years	By 30 June in formula year t +1
$TOExRF_t$	Revenue derived in respect of the provision of NTS firm baseline exit capacity	Formula years	By 30 June in formula year t+1
$TOEx_t$	Revenue derived in respect of the	Formula years	By 30 June

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	provision of NTS firm exit capacity		in formula year t+1
TOTFEx _t	Volume of NTS firm exit capacity	Formula years	By 30 June in formula year t+1
REVBExC _t	Revenue derived from the sale of NTS baseline exit capacity	Formula years	By 30 June in formula year t +1
REVBFF _t	Revenue derived from the sale of NTS baseline exit flow flexibility	Formula years	By 30 June in formula year t +1
TOK _t	NTS TO revenue adjustment	Formula years	By 30 June in formula year t+1
<u>PRIORREV_t</u>	<u>Revenue from the sale of NTS SO baseline entry capacity occurring in any allocations taking place prior to 1 April 2002</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>TORCOM_t</u>	<u>NTS TO revenue not covered in TOREVBEC_t or TOExR_t</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>SOTIEx_t</u>	<u>Total volume of interruptible capacity registered by shippers on 15 January</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>NTS prescribed rates</u>	<u>Amount of the charge incurred in respect of the prescribed rates or equivalent tax or duty in respect of the NTS TO activity</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>

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<u>TOREVBExC_t</u>	<u>Revenue from the sale of NTS baseline firm exit capacity</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
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Emergency Services			
	Revenues earned and costs incurred in the provision of emergency services to other gas transporters, by gas transporter, including a description of the services provided.	Formula years	By 30 June in formula year t+1

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NTS system operation revenue information			
SOMR _t	Maximum NTS system operation revenue	Formula years	By 30 June in formula year t+1
SOIR _t	NTS system operation incentive revenue	Formula years	By 30 June in formula year t+1
SOIC _t	NTS system operation costs	Formula years	By 30 June in formula year t+1
SORA _t	Any allowance in respect of approved income adjusting events (whether of a positive or negative volume)	Formula years	By 30 June in formula year t+1

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SOK_t	NTS SO revenue adjustment factor	Formula years	By 30 June in formula year t+1
$CNIC_t$	<u>Total second capacity adjustment neutrality amount</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
$DQREV_{j,t}$	<u>Revenue from the sale of obligated incremental entry capacity at terminal j that is not included in REVOIEC_t</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
$DREVBEC_t$	<u>Revenue from on the day sales of NTS SO baseline entry capacity</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
$DREVBExC_t$	<u>Revenue from on the day sales of NTS baseline firm exit capacity</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
$DREVBFF_t$	<u>Revenue from sales of NTS incremental exit capacity</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
FTI_t	<u>Revenue from charges levied on gas shippers and DN operators in respect of failure to interrupt</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
$PRIORSELL_{m,d}^j$	<u>Entry capacity allocated in any allocation occurring prior to 1 April 2002</u>	<u>For each day in the month in question</u>	<u>Two weeks after month end</u>
$RBIC_t$	<u>Sum of the basic net neutrality amount and the adjustment neutrality amount</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>

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<u>RCOM_t</u>	<u>NTS SO Revenue not covered in SOExRF_t, SORCAP_t or SOROC_t</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>REVIExC_t</u>	<u>Revenue from sales of NTS incremental exit capacity</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>REVIFF_t</u>	<u>Revenue from sales of NTS incremental flow flexibility</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>RNC_t</u>	<u>Net revenue from balancing neutrality charges</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>ECIIR_t</u>	<u>Entry capacity incentive revenue</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>SBIC_t</u>	<u>System balancing costs</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>

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Exit capacity investment incentive information			
ExCIIR _t	Exit capacity investment incentive revenue	Formula years	By 30 June in formula year t+1
ExCP _t	Exit performance measure	Formula years	By 30 June in formula year t+1
ExCC _t	Costs incurred in use of constrained storage facilities to	Formula years	By 30 June in formula

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	avoid transportation constraints		year t+1
	Volumes, prices paid and charges forgone in respect of NTS exit capacity curtailment rights for all NTS connected sites, aggregated by exit zone	Formula years	By 30 June in formula year t+1
	Volumes and payments made in respect of the curtailment of rights to offtake gas from the NTS on plus 15 curtailment days, for all NTS connected sites, aggregated by exit zone	Formula years	By 30 June in formula year t+1
	Volume and price of capacity bookings in constrained storage facilities	Monthly	2 weeks after month end
IExR _t	Incremental exit capacity revenue	Formula years	By 30 June in formula year t+1
TExC _t	Actual NTS exit capacity	Formula years	By 30 June in formula year t+1
AExNTSIC _t	Weighted average charge payable in respect of the curtailment of rights to offtake gas from the NTS on plus 15 curtailment days	Formula years	By 30 June in formula year t+1
<u>CAPOFFER^j_{m,d,W}</u>	<u>Entry capacity for day d of month m at terminal j offered for sale in clearing allocations occurring W days in advance of day d of month</u>	<u>For each day in the month in question</u>	<u>Two weeks after month end</u>

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	<u>m</u>		
<u>DMExC_t</u>	<u>NTS exit capacity for DM supply meter points, DM connected system exit points and storage connection points</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>ExC_{z,d}</u>	<u>Volume of capacity at supply point, connected system exit point or storage connection point z which is interruptible</u>	<u>For each day in the year</u>	<u>By 30 June in formula year t+1</u>
<u>ExFC_{z,d}</u>	<u>NTS exit capacity charge per unit payable in respect of ExC_{z,d}</u>	<u>For each day in the year</u>	<u>By 30 June in formula year t+1</u>
<u>ExUCC_{z,d}</u>	<u>NTS exit capacity charge per unit that would be payable in respect of ExC_{z,d} if that capacity were not interruptible</u>	<u>For each day in the year</u>	<u>By 30 June in formula year t+1</u>
<u>ExNTSC_z^{Jan 15th}</u>	<u>Interruptible NTS exit capacity registered at point z on 15 January</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>ExNTSIC_{z,d}</u>	<u>Payments made in respect of plus 15 curtailment days at point z</u>	<u>For each day in the year</u>	<u>By 30 June in formula year t+1</u>
<u>RExCP_t</u>	<u>Depreciation and financing costs of NTS incremental firm exit capacity</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
<u>TNDMT_t</u>	<u>Total volume of gas deemed to be transported from the NTS to NDM points</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>

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<u>ExIT_t</u>	<u>Exit incentive target</u>	<u>Formula years</u>	<u>By 30 June</u> <u>in formula</u> <u>year t+1</u>
<u>ExNTSIT_t</u>	<u>Incentive target for charges foregone</u>	<u>Formula years</u>	<u>By 30 June</u> <u>in formula</u> <u>year t+1</u>
<u>ExNTSSIC_t</u>	<u>Payments made or value accrued in respect of charges foregone as a result of exit capacity curtailment rights</u>	<u>Formula years</u>	<u>By 30 June</u> <u>in formula</u> <u>year t+1</u>
<u>ExNTSIC_t</u>	<u>Payments made in respect of plus 15 curtailment days</u>	<u>Formula years</u>	<u>By 30 June</u> <u>in formula</u> <u>year t+1</u>

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Entry capacity buy-back incentive information			
IECCC _t	Total entry capacity constraint management costs	Formula year	By 30 June in formula year t+1
IECCC _t	Total entry capacity constraint management costs	Year to date	Monthly 2 weeks after month end
BBIR _t	Entry capacity buy-back incentive revenue	Formula year	By 30 June in formula year t+1
BBIR _t	Cumulative balance and end of year forecast of entry capacity buy-back incentive revenue	Year to date	Monthly 4 weeks after month end
BBCP _t	Entry capacity buy-back	Formula year	By 30 June

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	performance measure		in formula year t+1
BBCP _t	Entry capacity buy-back performance measure	Year to date	Monthly 4 weeks after month end
BBC _{d,t}	Entry capacity buy back costs	day	D+1
	Volume and prices of entry capacity buy-backs by terminal	day	D+1
ECCC _{d,t}	Entry capacity constraint payments	day	D+1
	Revenue from daily sales of obligated entry capacity	day	D+1
	Volumes and prices of obligated entry capacity sold daily by terminal	day	D+1
	Revenue from sales of interruptible entry capacity	day	D+1
	Volumes and prices of sales of interruptible entry capacity identifying volumes of use it or lose it entry capacity by terminal	day	D+1
	Revenue from sales of non-obligated incremental system entry capacity	day	D+1
	Volumes and prices of non-obligated incremental system entry capacity by terminal	day	D+1

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$RLOC_t$	Revenue from locational sell actions	Formula year	For formula years $t \geq 3$ by 30 June in formula year $t + 1$
	Volumes, locations and prices of locational actions by trade	day	For formula years $t \geq 3$ $D + 1$
$RCOR_t$	Revenue from system entry overrun charges	Monthly	4 weeks after month end
	Volume and prices of system entry capacity overruns by terminal	Monthly	4 weeks after month end
	Volume of system entry capacity terminal flow advice issued by Transco plc and any associated costs	Monthly	4 weeks after month end
<u>$RPIC_{d,t}$</u>	<u>Revenue from a physical renomination incentive charge</u>	<u>For each day in the year</u>	<u>By 30 June in formula year $t+1$</u>
<u>$DDCR_t$</u>	<u>Revenue from on-the-day sales of obligated entry capacity</u>	<u>Formula years</u>	<u>By 30 June in formula year $t+1$</u>

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Residual balancing incentive information			
$STIP_t$	Sum of total daily residual balancing incentive payments	Formula years	By 30 June in formula year $t+1$
$STIP_t$	Sum of total daily residual	Year to date	Monthly 2

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	balancing incentive payments		weeks after month end
RBIR _t	Residual gas balancing incentive revenue	Formula years	By 30 June in formula year t+1
RBIR _t	Cumulative balance and end of year forecast of residual gas balancing incentive revenue	Year to date	Monthly 2 weeks after month end
SDPIP _t	Sum of daily price incentive payments	Formula years	By 30 June in formula year t+1
SDPIP _t	Sum of daily price incentive payments	Year to date	Monthly 2 weeks after month end
SDLIP _t	Sum of daily linepack incentive payments	Formula years	By 30 June in formula year t+1
SDLIP _t	Sum of daily linepack incentive payments	Year to date	Monthly 2 weeks after month end
DPIP _{d,t}	Daily price incentive payment	For each day in the month in question	2 weeks after month end
DLIP _{d,t}	Daily linepack incentive payment	For each day in the month in question	2 weeks after month end
PPM _{d,t}	Daily residual balancing price	For each day in the month	2 weeks after

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	performance measure	in question	month end
$LPM_{d,t}$	Linepack performance measure	For each day in the month in question	2 weeks after month end
$OLP_{d,t}$	Opening linepack levels NTS linepack at 06:00 hours on day D	For each day in the month in question	2 weeks after month end
$CLP_{d,t}$	Closing linepack levels NTS linepack at 06:00 hours on day D+1	For each day in the month in question	2 weeks after month end
$SAP_{d,t}$	System average price	Daily	D+1
$TMIBP_{d,t}$	Highest market offer price in relation to an eligible market balancing action	Daily	D+1
$TMISP_{d,t}$	Lowest market offer price in relation to an eligible market balancing action	Daily	D+1

System balancing incentive information			
$SBIR_t$	System balancing incentive revenue	Formula years	By 30 June in formula year t+1
$SBIR_t$	Cumulative balance and end of year forecast of system balancing incentive revenue	Year to date	Monthly 4 weeks after month end

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GCIR _t	Gas cost incentive revenue	Formula years	By 30 June in formula year t+1
GCIR _t	Cumulative balance and end of year forecast of gas cost incentive revenue	Year to date	Monthly 4 weeks after month end
	Daily system gas balancing volumes	For each day in the month in question	2 weeks after month end
SRIR _t	System reserve incentive revenue	Formula years	By 30 June in formula year t+1
SRIR _t	Cumulative balance and end of year forecast of system reserve incentive revenue	Year to date	Monthly 4 weeks after month end
GCCP _t	Gas cost incentive performance measure	Formula years	By 30 June in formula year t+1
GCCP _t	Gas cost incentive performance measure	Year to date	Monthly 4 weeks after month end
SRCP _t	System reserve performance measure	Formula years	By 30 June in formula year t+1
SRCP _t	System reserve performance measure	Year to date	Monthly 4 weeks after month end

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	Volume and price of Transco plc's storage bookings by storage facility	For each day in the month in question	2 weeks after month end
GC_t	<u>Costs incurred in the provision of NTS shrinkage other than ECC_t</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
ECC_t	<u>Costs incurred in purchasing and procuring fuel for compressors on the NTS</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
$UDQI_{t,q,d}$	<u>Sum of gas shippers' user daily quantity inputs at Bacton, Barrow, Easington, St Fergus, Teesside and Theddlethorpe</u>	<u>For each day of the year</u>	<u>By 30 June in formula year t+1</u>
$UDQI^S_{t,q,d}$	<u>Sum of gas shippers' user daily quantity input at storage connection point S</u>	<u>For each day of the year</u>	<u>By 30 June in formula year t+1</u>
$UDQO^S_{t,q,d}$	<u>Sum of gas shippers' user daily quantity output at storage connection point S</u>	<u>For each day of the year</u>	<u>By 30 June in formula year t+1</u>
$GCIT_t$	<u>NTS SO gas cost incentive target</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>
$GCRP_t$	<u>NTS SO gas cost reference price</u>	<u>Formula years</u>	<u>By 30 June in formula year t+1</u>

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Internal cost incentive information			
$ICIR_t$	Internal cost incentive revenue	Formula year	By 30 June

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			in formula year t+1
ICCP _t	Internal costs performance measure	Formula year	By 30 June in formula year t+1
SOOC _t	NTS SO operating cost	Formula year	By 30 June in formula year t+1
SODCP _t	Depreciation on the NTS SO regulatory asset base	Formula year	By 30 June in formula year t+1
SORCP _t	Deemed return on the NTS SO regulatory asset base	Formula year	By 30 June in formula year t+1

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Other information required for general market monitoring			
	Daily system demand	Daily	D+1
	Daily interconnector flows at Bacton and at Moffat	For each day in the month in question	Two weeks after month end
	Daily system allocations by entry terminal by gas shipper	For each day in the month in question	Four weeks after month end
	Daily gas shipper imbalances	For each day in the month in question	Four weeks after month end
	Gas shipper system entry capacity holdings excluding daily sales by	For each day in the week in	One week after week

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	gas shipper by terminal by day	question	end
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2. If, prior to the fulfilment of its obligations under paragraph 3 of this condition, the licensee becomes aware of any inaccuracies in respect of information it has provided to the Authority in pursuance of its obligations under paragraph 1 of this condition it shall notify such inaccuracies to the Authority together with details of why such information is inaccurate and of the correct information.

3. As soon as reasonably practical after the end of each formula year and in any event no later than three months after the end of the formula year the licensee shall send to the Authority a reconciliation of the information provided in accordance with paragraph 1 of this condition for periods of less than the formula year with that provided for the full formula year together with a written explanation of any discrepancies.

4. The reconciliations provided by the licensee under paragraph 3 of this condition shall be accompanied by a report prepared by appropriate auditors addressed to the Authority which indicates whether, in their opinion:
 - that statement fairly presents so far as it reasonably possible to do so the licensee’s performance against each of the performance measures provided for in Special Condition C8B (Restriction of revenue in respect of the NTS transportation owner activity and the NTS system operation activity) in respect of the formula year to which the statement relates; and

 - that statement used data compiled in accordance with Special Condition C9 (Allocation of revenues and costs for calculations under the price control in respect of the NTS transportation owner activity and NTS system operation activity) and is consistent with the licensee’s accounting records; and

 - any explanations given by the licensee under paragraphs 2 and 3 of this condition in respect of the formula year in question were reasonable and consistent with the information supplied.

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5. The licensee shall provide a statement of the following information to the Authority and publish that statement not later than seven (7) days prior to the start of any allocation of entry capacity rights in respect of capacity rights offered for sale for a consecutive period of more than one (1) day:
 - (a) the terminal to which such allocation relates;
 - (b) the amount of unallocated NTS SO baseline entry capacity and unallocated obligated incremental entry capacity at the terminal (both as defined in Special Condition C8A (Revenue restriction definitions in respect of the NTS transportation owner activity and NTS system operation activity)) that is available on the day that the statement is published which the licensee will offer for sale in the allocation and the period to which such capacity relates;
 - (c) the reserve price if any to be applied to such allocations;
 - (d) the licensee's opinion as to future levels of entry capacity at the terminal to which the allocation relates accompanied by background information (if any) in support of such opinion including the licensee's opinion as to future aggregate volumes of gas to be transported through the NTS;
 - (e) the commencement time and date of the allocation; and
 - (f) when the gas shippers shall be informed of the outcome of the allocation;

6. The licensee shall provide a statement of the following information, by terminal and by the month to which it relates, to the Authority and publish that statement not later than fourteen (14) days after the close of any allocation of entry capacity rights in respect of capacity rights offered for sale for a consecutive period of more than one (1) day:
 - (a) the volume of NTS SO baseline entry capacity, obligated incremental entry capacity and non-obligated incremental entry capacity allocated;

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- (b) the total amount of the revenue derived and to be derived by the licensee in respect of the NTS SO baseline entry capacity, obligated incremental entry capacity and non-obligated incremental entry capacity allocated;
- (c) the highest price accepted by the licensee for a unit of entry capacity allocated;
- (d) the lowest price accepted by the licensee for a unit of entry capacity allocated; and
- (e) the weighted average price accepted by the licensee for a unit of entry capacity allocated.

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