

GD Special Conditions – tracked changes

Special Condition ~~4D.9.8~~ Restriction of prices in respect of Tariff Capped Metering Activities

Introduction

1.1.1 The purpose of this condition is to set out the tariff caps on certain metering activities.

Part A: ~~Principal~~Principle restriction

1.1.2 The licensee in setting its charges for each of its Tariff-Capped Metering Activities in any ~~FormulaRegulatory~~ Year ~~shall~~must not exceed the maximum tariff cap M_t^A in respect of that metering activity in ~~respect of~~ that ~~FormulaRegulatory~~ Year ~~t~~.

Part B: Maximum tariff caps (M_t^A)

1.1.3 ~~For the purposes of paragraph 2 of this condition the~~The maximum tariff cap for each of the Tariff-Capped Metering Activities ~~in respect of Formula Year t~~ (M_t^A) ~~shall be~~is derived in the following manner:

(a) ~~In respect of the Formula Year commencing on 1 April 2013 (t=1), the maximum tariff caps shall have the values set out in the following table:~~

$$M_t^A = M^A \frac{PI_t}{PI_{2018/19}}$$

where:

Activity	Description	Maximum tariff caps (M_t^A)
1 <u>M^{A=1}</u>	Annual charge for providing and maintaining the assets that form a Domestic Credit Meter Installation, per meter per annum	£14.68
2 <u>M^{A=2}</u>	Annual charge for providing and maintaining the assets that form a Prepayment Meter Installation, per meter per annum	£36.73
3 <u>M^{A=3}</u>	Annual charge for providing a daily meter reading for Daily Metered Supply Meter Points, per supply meter point per annum	£500.10
4 <u>M^{A=4}</u>	Carrying out work to replace a Domestic Credit Meter with a Prepayment Meter , per job undertaken	£78.67
<u>PI_t</u>	<u>is the price index calculated in accordance with Part D of Special Condition 2.1</u>	

(b) ~~For subsequent Formula Years:~~

$$M_t^A = M_{t-1}^A \times RPI_t \text{ (rounded up or down to the nearest penny)}$$

where:

RPI_t means, for the purposes of this condition only, the RPI adjustment and shall be calculated as the arithmetic average of the retail price index numbers published or determined with respect to each of the six months from June to November in year $t-1$ divided by the arithmetic average of the retail price index numbers published or determined with respect to the period from June to November $t-2$, where $t-1$ is one year immediately prior to the Formula Year t and shall be calculated in accordance with paragraph 3 of Standard Condition 27 (Adjustment of Amounts by Reference to the Retail Price Index) of this licence except for $t=1$ where the RPI_t adjustment will not apply.

Part C: Departure from published statements of charges in respect of Tariff-Capped Metering Activities

1.1.4 Where the licensee wishes to depart from its published statement of charges prepared in accordance with Standard Special Condition D18 (Provision of Metering and Metering Reading Services) in respect of the provision of Tariff Capped Metering Activities by increasing its charges to a supplier to a level which would in any given ~~Formula~~Regulatory Year result in a breach of its obligations under paragraph 2 ~~of this condition~~:

- (a) in consequence of that supplier having wholly or partly disposed of its meters; or
- (b) where it ~~reason~~reasonably considers that the departure is necessary to comply with its duty in paragraph 1A of Standard Special Condition D18, the licensee ~~shall~~must make a written application to the Authority:

1.1.5 The application must—

- (a) specifying why the change is requested, ~~providing specification of~~
- (b) specify the metering activities to be provided to that supplier,
- (c) specify the proposed level of ~~charge~~charges broken down between the different types of metering activities to be provided to that supplier together with, and
- ~~(e)~~(d) provide such other information to support ~~its~~the application as the Authority may reasonably ~~specify in writing~~direct.

~~1.1.5~~1.1.6 The licensee may, with effect from the date of the application, levy the charges specified in that application in respect of that supplier if:

- (a) the Authority ~~confirms in writing that it~~ consents to such charges with or without amendment ~~and to such extent and on the basis of such terms and conditions as the Authority may specify~~; or
- (b) ~~if~~ the Authority has not issued a direction to the licensee requiring the licensee not to exceed the maximum tariff cap within 90 ~~Days~~days after receipt of the application.

1.1.7 Subject to any direction given by the Authority, this condition shall cease to have effect on 31 December 2024.

Special Condition ~~41.9.11~~ Gas conveyed to Independent Systems [SGN Scotland only]

Introduction

- 1.1.1 This condition comes into force and has effect in this licence in accordance with the provisions of Part A of this condition.
- 1.1.2 The purpose of this condition is to ~~put in place a framework that will~~ provide for the continuation of the cross-subsidy arrangements ~~that were in force under this licence at 31 March 2013 (“the arrangements”)~~ with respect to Independent Systems ~~in the event that the Secretary of State issues a new direction to that effect, that ensure that transportation charges for customers supplied by these systems do not exceed those for similar customers in the rest of the UK.~~

~~1.1.3 — Part A: Relevant directions with respect to this condition~~

- ~~1.1.3 — 41.3 — The framework mentioned above. The relevant values and calculations for these subsidy arrangements are set out in Special Condition [xx] (Gas Conveyed to Independent Systems) of the NTS Operator’s Gas Transporter licence.~~

Part A: Obligations in Respect of Independent Systems

- ~~1.1.4 — This condition applies with respect to the Licensee from the date on which the Secretary of State has issued a direction requiring the Licensee to do all such things under this condition as are necessary to secure the continuation of the arrangements.~~
- ~~1.1.5 — 41.4 — On or at any time after the date of any direction under paragraph 41.3 of this condition, the Authority may bring this condition into force in this licence by issuing a direction for that purpose to the Licensee.~~
- ~~1.1.6 — 41.5 — A direction under paragraph 41.4 of this condition may give effect to different parts of this condition in such manner as is specified in the direction and at such different times as may be so specified or are to be determined in accordance with its provisions.~~

~~1.1.7 — Part B: Requirements relating to the Bulk Price Differential~~

~~1.1.81.1.4~~ ~~4I.6~~—This condition shall apply to the conveyance of gas to Relevant Premises ~~provided that the Independent System to which those Relevant Premises are connected remains an Independent System.~~

~~1.1.91.1.5~~ ~~4I.7~~—The ~~Licensee shall~~licensee must not, in respect of any Independent System to which this licence condition relates, change the fuel type conveyed to such Independent System from methane to propane or butane or a combustible mixture of propane and butane with air.

~~1.1.6~~ ~~Part C:~~ The licensee must, in respect of each Independent System to which this licence condition relates, set its gas transportation charges in line with the relevant Charging Methodology set out in the Uniform Network Code Transportation Principal Document Section Y (Charging Methodologies) to ensure that such charges to customers connected to the Independent System are calculated in line with Equivalent Customers in the rest of the licence area.

~~Part D:~~**Part B: Liquefied Petroleum Gas systems**

~~1.1.101.1.7~~ ~~4I.8~~—The ~~Licensee shall~~licensee must use reasonable endeavours to ~~enter into~~ensure the continuation of appropriate terms with a Relevant Shipper ~~by 1 April 2008~~ for the transportation of Liquefied Petroleum Gas from any Bulk Supply Point (notified to the Authority and approved by it) to the ~~relevant premises connected to an Independent System~~ Relevant Premises to which this licence condition relates.

~~1.1.111.1.8~~ ~~4I.9~~—The ~~Licensee shall~~licensee must provide to the NTS Operator such information as the NTS Operator may reasonably require regarding the gas conveyed in respect of any Independent System to which this licence relates to enable the NTS Operator to calculate the ~~bulk price differential~~Bulk Price Differential payments made pursuant to Special Condition ~~11F[XX]~~ (Gas Conveyed to Independent Systems) of the NTS Operator's ~~gas transporter~~Gas Transporter licence.

~~Part D:~~**Local DN Operator charge**

~~4I.10~~—The Licensee shall, in respect of each Independent System to which this licence relates, set its gas transportation charges so that they are consistent with the direction under paragraph ~~4I.3~~ of this condition having regard to the need to ensure that such charges to customers connected to the Independent System do not exceed the charges to Equivalent Customers.