Block 1 Outputs – 8 Nominations

Appendix 1 – Proposed GTAC Amendments

*Auto-Nomination Charge* has the meaning set out in *section 11.6*;

*Specified Shipper Nomination SOP* means the Specified Shipper Nomination Standard Operating Procedure published by First Gas on OATIS from time to time containing the process and algorithm for automated nominations to be made by First Gas for Specified Shippers in respect of Gas to be delivered to Specified Customers;

*Transmission Charges* means each of the Daily Nominated Capacity Charge, Daily Overrun Charge, Daily Underrun Charge, Hourly Overrun Charge, Auto-Nomination Charge and Over-Flow Charge;

# nominations

## Receipt Nominations

* 1. Where an OBA (or other arrangement requiring Shipper nominations) applies at a Receipt Point:
     1. each Shipper using that Receipt Point shall notify its NQs in accordance with *sections 4.8,* *4.9* and *4.10*; and
     2. the Interconnected Party will be required (under its ICA) to approve, curtail or reject those NQs in accordance with *section 4.12*.
  2. First Gas will not be required to approve or curtail NQs at any Receipt Point. First Gas may reduce or curtail NQs or flow at a Receipt Point in the circumstances referred to in *section 9.1*.
  3. Where the Interconnected Party at an Individual Delivery Point specifies that an OBA will apply, its ICA will require that Interconnected Party to approve, curtail or reject Shippers’ NQs in accordance with *section 4.12*.

## OBA Party Confirmation

* 1. Pursuant to *sections 4.1(b)* and *4.5* and subject to *section 4.16(a)*, the Interconnected Party:
     1. must either approve, curtail or reject Shippers’ NQs on OATIS not later than 30 minutes after the Provisional Nominations Deadline, Changed Provisional Nominations Deadline or Intra-Day Nominations Deadline (as the case by be); and
     2. if it fails to do so, will be deemed to have approved each applicable NQ.

For the purposes of this *section 4.12*, First Gas will ensure the Interconnected Party has the required access to OATIS.

## Nominations for Allocation group 4 and 6 customers

* 1. The provisions of *sections 4.23, 4.24 and 11.6* will apply in respect of Shippers (**Specified Shippers**) who deliver Gas to customers or users in allocation groups 4 and 6 under the Downstream Reconciliation Rules (**Specified Customers**) to the extent they ship Gas to such customers or users in or using a Delivery Zone or a Delivery Point (other than any Congested Delivery Point). Those provisions shall not apply in respect of Gas shipped to customers or users who are not in allocation groups 4 and 6 or in respect of a Congested Delivery Point, and Shippers are to make nominations in respect of such Gas deliveries pursuant to the other provisions of this Code (including, where applicable, in addition to any automated nominations made pursuant to *section 4.23*) and the other provisions of this Code shall apply accordingly.
  2. First Gas will make automated nominations in accordance with *sections 4.8 to 4.10* in respect of Gas to be delivered by Specified Shippers to Specified Customers on each Day on the following basis:
     1. such automated nominations will be made one Hour before the relevant Provisional Nominations Deadline, the Changed Provisional Nominations Deadline and the Intra-Day Nominations Deadline in respect of each Day in accordance with the Specified Shipper Nomination SOP;
     2. the Specified Shipper Nomination SOP will specify an algorithm which will determine the relevant automated nomination to be made by First Gas for Specified Shippers (in respect of and to the extent they deliver Gas to Specified Customers). First Gas will not apply any discretionary judgement or forecasting capability in respect of the automated nominations;
     3. the automated nominations will not apply in respect of Gas deliveries made or to be made by Specified Shippers to Delivery Zones or Delivery Points where those Gas deliveries are not for Specified Customers;
     4. an Auto-Nomination Charge under *section 11.6* shall apply each Day in relation to automated nominations and related Gas deliveries by Specified Shippers in respect of Specified Customers in lieu of any Daily Overrun Charge or Daily Underrun Charge under *section 11.4*;
     5. a Specified Shipper may amend or overwrite in OATIS the automated nomination provided by First Gas before the relevant Provisional Nominations Deadline, the Changed Provisional Nominations Deadline and the Intra-Day Nomination Deadline in respect of each Day (and such amended or overwritten nominations will apply for all purposes under this Code). No previous automated nomination nor *section 11.6* shall apply in respect of such Day;
     6. if in respect of a Day a Specified Shipper amends or overwrites an automated nomination provided by First Gas, First Gas will not provide any further automated nominations for any nomination cycle in respect of that Day;
     7. if in respect of a Day a Specified Shipper does not amend or overwrite in OATIS an automated nomination, the relevant automated nominations provided by First Gas are to apply for all purposes under this Code; and
     8. the automated nominations made by First Gas pursuant to this *section 4.23* will be made by First Gas in good faith, but First Gas will have no liability for any Loss suffered by any Shipper or Interconnected Party as a result of or in connection with any such automated nomination.
  3. Each Specified Shipper will (including at the reasonable request of First Gas) provide to First Gas, no later than three Months prior to the Commencement Date and three Months prior to the start of each Year thereafter, the number, location, characteristics and other relevant information in respect of customers or users in allocation groups 4 and 6 under the Downstream Reconciliation Rules as further specified in the Specified Shipper Nomination SOP.

# fees and charges

## Auto-Nomination Charge

11.6 Where *sections 4.22 and 4.23* apply, a Specified Shipper shall pay in respect of each Day, in relation to automated nominations and related Gas deliveries in respect of Specified Customers, an amount calculated in accordance with the following (each, an **Auto-Nomination Charge**):

DNCFEE × DNC x ((DOQNON SS / DNCNON SS x F) + (DUQNON SS / DNCNON SS x (F-1)))

where:

*DNCFEE* has the meaning set out in *section 11.1*;

*DNC* has the meaning set out in *section 11.1*;

*DOQNON SS* is the total of all DOQs (calculated in accordance with *section 11.4(a)*) for all Shippers (but excluding such DOQs for Specified Shippers in respect of Specified Customers) for the relevant Month; and

*DNCNON SS* is the total of all DNC for all Shippers (but excluding DNC for Specified Shippers in respect of Specified Customers) for the relevant Month; and

*DUQNON SS* is the total of all DUQs (calculated in accordance with *section 11.4(b)* and expressed as a positive number) for all Shippers (but excluding such DUQs for Specified Shippers in respect of Specified Customers) for the relevant Month; and

*DNCNON SS* is the total of all DNC for all Shippers (but excluding DNC for Specified Shippers in respect of Specified Customers) for the relevant Month; and

*F* is 2,

provided, in the case of each of *section 11.6(a) and 11.6(b)*, that any change to the value of F for Delivery Zones and non-Congested Individual Delivery Points in accordance with *section 11.4* shall also apply as the value of F for the purposes of this *section 11.6*.

*Section 11.4* shall not apply to Specified Shippers in respect of Specified Customers if and to the extent this *section 11.6* applies. *Section 11.6* applies to Specified Shippers in respect of Specified Customers irrespective of actual overrun or underrun quantities in respect of those customers.