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Award

## **Gas Shrinkage Contract**

NORTHERN GAS NETWORKS LIMITED

F15: Voluntary ex ante transparency notice

Notice identifier: 2025/S 000-003806

Procurement identifier (OCID): ocds-h6vhtk-04dbd4

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### **Section I: Contracting authority/entity**

#### **I.1) Name and addresses**

NORTHERN GAS NETWORKS LIMITED

1100 Century Way

LEEDS

LS158TU

#### **Contact**

Harriet Wilkes

#### **Email**

[hwilkes@northerngas.co.uk](mailto:hwilkes@northerngas.co.uk)

#### **Telephone**

+44 7813523683

#### **Country**

United Kingdom

**Region code**

UKE42 - Leeds

**Companies House**

5167070

**Internet address(es)**

Main address

[www.northerngasnetworks.co.uk](http://www.northerngasnetworks.co.uk)

**I.6) Main activity**

Production, transport and distribution of gas and heat

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**Section II: Object**

**II.1) Scope of the procurement**

**II.1.1) Title**

Gas Shrinkage Contract

**II.1.2) Main CPV code**

- 09120000 - Gaseous fuels

**II.1.3) Type of contract**

Supplies

**II.1.4) Short description**

Northern Gas Networks is required to purchase gas which is used in connection with the operation of, or which is un accounted for from its gas transportation system in accordance with the Uniform Network Code (UNC). Under UNC rules, shrinkage gas is dealt with on a daily basis with NGN being required to acquire gas to meet its daily shrinkage gas requirement.

Shrinkage gas comprises;

Own Use Gas - Gas used by NGN in connection with the operation of its network including gas used in running compressors, gas used for preheating and vented gas;

Unaccounted for gas - Gas which is lost or otherwise not accounted for as off taken from its network including gas lost or unaccounted for by reason of unidentified theft and leakage.

This contract provides NGN with the facility for the procurement of its shrinkage requirement and an Agent to ensure that the executed trades are nominated under its shrinkage gas account.

#### **II.1.6) Information about lots**

This contract is divided into lots: No

### **II.2) Description**

#### **II.2.3) Place of performance**

NUTS codes

- UKC - North East (England)
- UKD - North West (England)
- UKE - Yorkshire and the Humber

#### **II.2.4) Description of the procurement**

NGN is required to purchase gas which is used in connection with the operation of, or which is unaccounted for from its gas transportation system in accordance with the Uniform

Network Code (UNC).

This contract provides NGN with the facility for the procurement of its shrinkage requirement and an Agent to ensure that the executed trades are nominated under its shrinkage gas account.

Cost to supplier - Management fee of 0.60pp/therm plus 0.5% daily purchase fee.

#### **II.2.11) Information about options**

Options: No

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## **Section IV. Procedure**

### **IV.1) Description**

#### **IV.1.1) Type of procedure**

Negotiated without a prior call for competition

- Procurement of supplies quoted and purchased on a commodity market

Explanation:

This contract relates to the purchase of Gas on the UK commodity market to cover NGN's gas shrinkage requirement relative to its obligations under the Uniform Network Code. It is in accordance with Regulation 50 (1) Utilities may use the negotiated procedure without prior call for competition in the following cases (g) for supplies quoted and purchased on a commodity market.

#### **IV.1.8) Information about the Government Procurement Agreement (GPA)**

The procurement is covered by the Government Procurement Agreement: No

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## **Section V. Award of contract/concession**

A contract/lot is awarded: Yes

### **V.2) Award of contract/concession**

#### **V.2.1) Date of conclusion of the contract**

5 February 2025

#### **V.2.2) Information about tenders**

The contract has been awarded to a group of economic operators: No

#### **V.2.3) Name and address of the contractor/concessionaire**

Engie Gas Limited

Leeds

Country

United Kingdom

NUTS code

- UKE - Yorkshire and the Humber

Companies House

3814495

The contractor/concessionaire is an SME

No

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## **Section VI. Complementary information**

### **VI.4) Procedures for review**

#### **VI.4.1) Review body**

Northern Gas Networks

Leeds

Country

United Kingdom