

25th world gas conference

"Gas: Sustaining Future Global Growth"

UFG in Distribution Network

The Gas Malaysia Experience

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GAS MALAYSIA BERHAD



Pipeline

Station

No of Customer

Industrial

Sales Volume

Sales Revenue

No of Employee

: 1,864 km

: 1,574 nos

: 32,225

:704

: 125 mil mmbtu

: RM 2 bil (US\$645 mil)

: 352

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1. OBJECTIVE



- Detailing key issues and challenges
- Identify causes
- Monitoring and managing UFG



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2. INTRODUCTION



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2.1 DEFINITION



- Difference between gas entering distribution system at the point of custody transfer
- Can be measured and billed at all delivery points over a defined period of time

2.2 GENERAL



- Factors concerning UFG:
 - Revenue
 - Safety
 - Efficiency



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3. UNACCOUNTED FOR GAS (UFG)



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3.1 COMPONENTS



- Network operations
- ii. Billing
- iii. Metering
- iv. Custody transfer

i. Network operations



- a. Stock variation
- b. Leakage 3rd party damage
- c. Permanent leaks
- d. Planned purging

ii. Billing



- a. Unauthorized consumption (gas theft)
- b. Own gas use
- c. Billing lag
- d. Calculation

iii. Metering



- a. Meter inaccuracy
- b. Temp/pressure compensation
- c. Meter malfunction
- d. Missing meter reading
- e. Estimation methodology
- f. Incorrect meter reading

iv. Custody Transfer



- a. Custody transfer reconciliation
 - Transmission and distribution operator
 - Seller and Buyer



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4. GAS MALAYSIA UFG **ISSUES**



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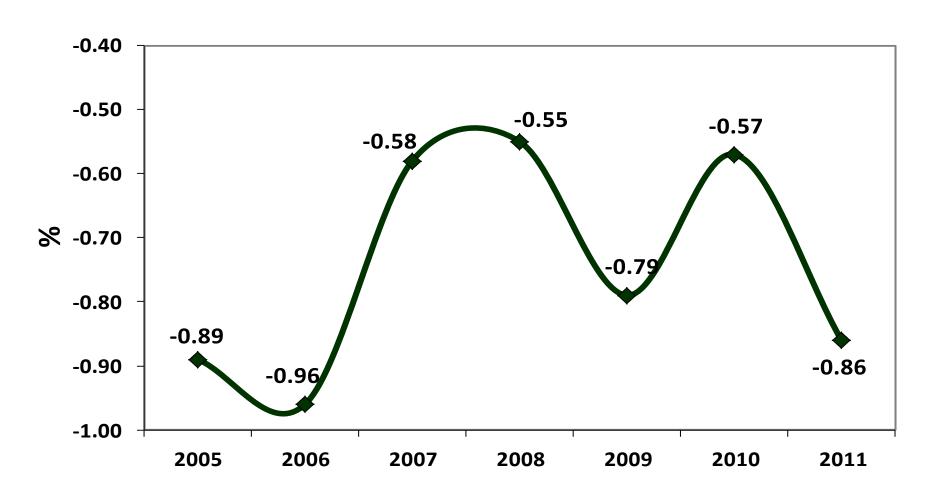
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4.1 PERFORMANCE





4.2 ISSUES



- Unauthorised consumption
- ii. Billing and metering
- iii. Billing by gas supplier
- iv. Network operations

Unauthorised Consumption



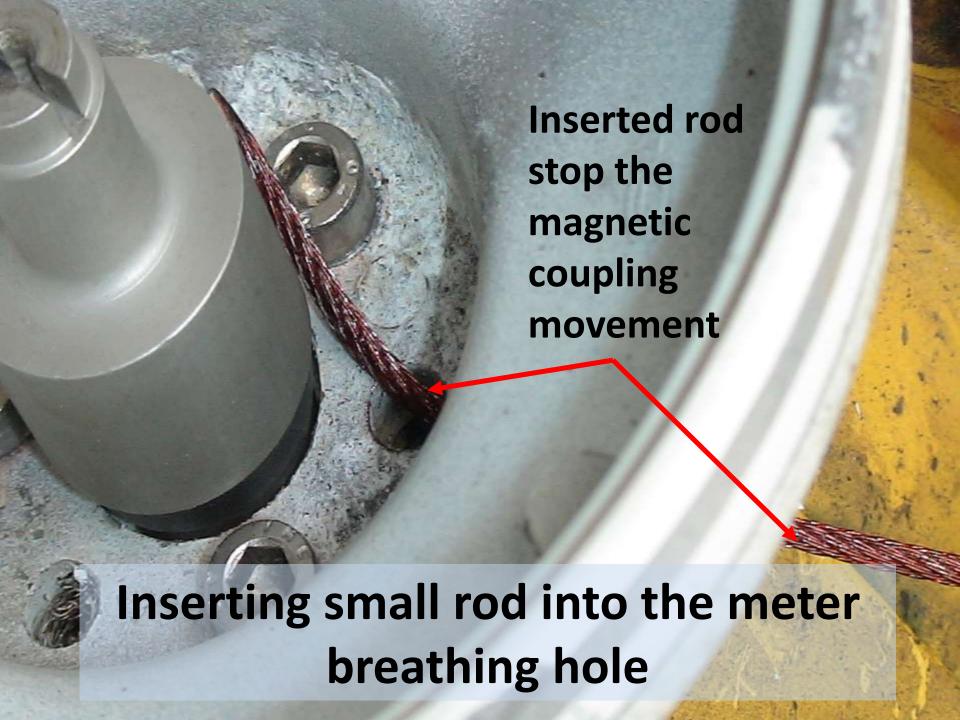
- Discovered at various customers within the network
- Cause unsafe situation
- Loss of revenue

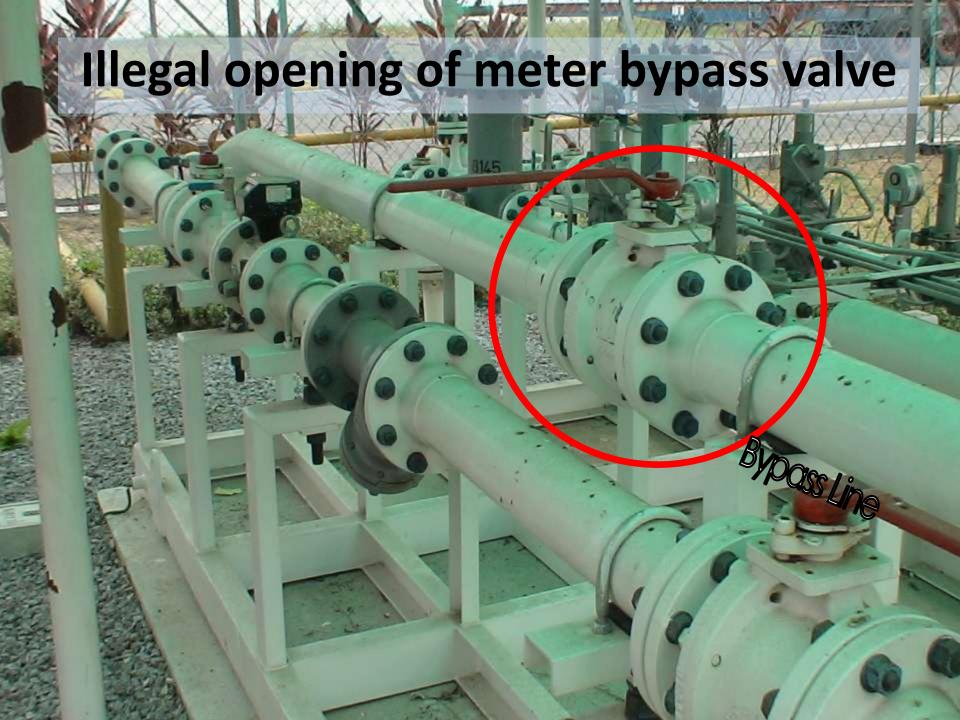


Methods:

- Tampering of gas meter and associated equipment
- Opening of meter bypass line
- Illegal connection
- Abnormal flow



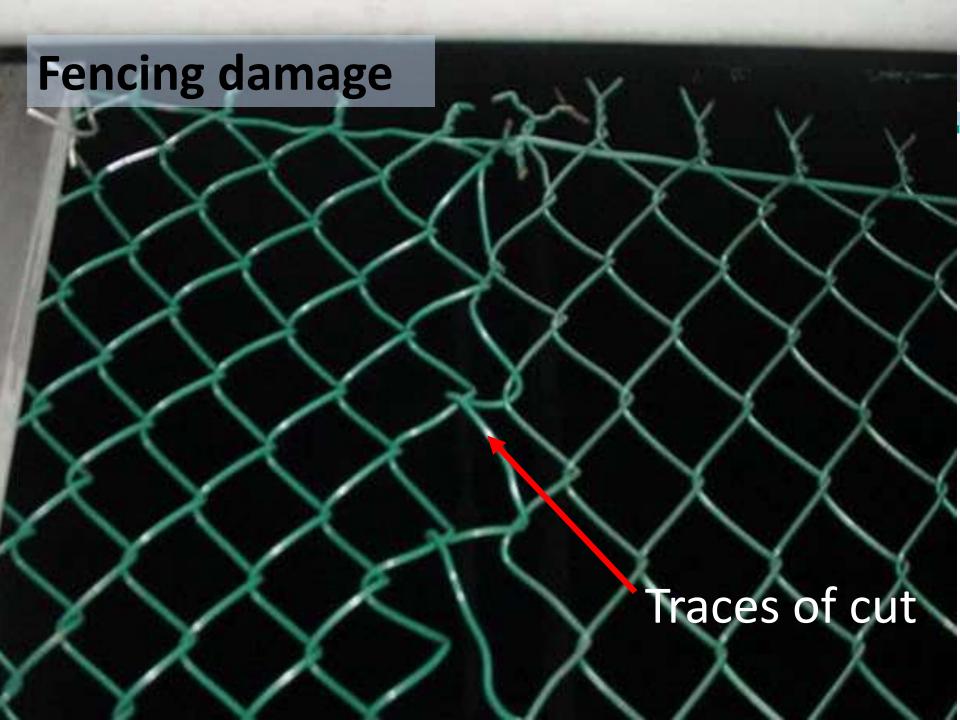






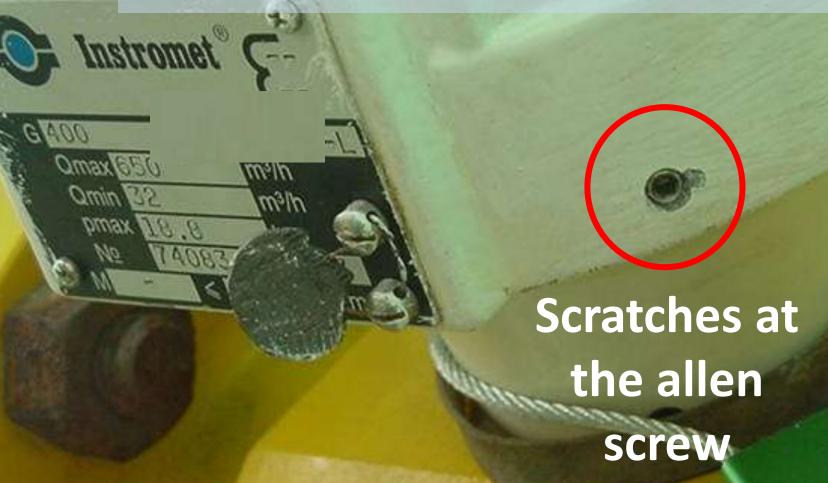
Detection:

- Physical inspection of facilities
 i.e. metering facilities, station
- Consumption monitoring

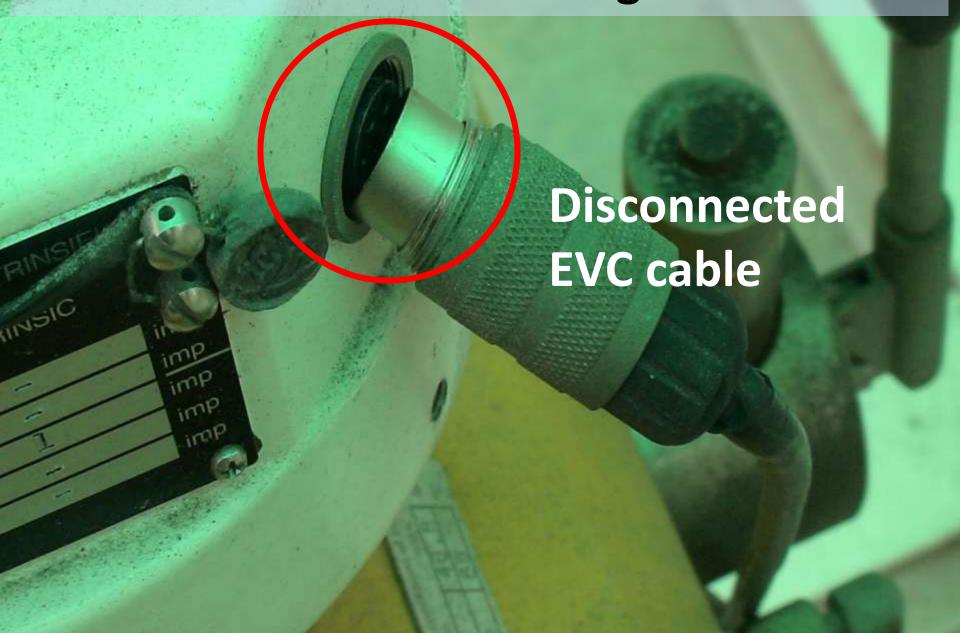


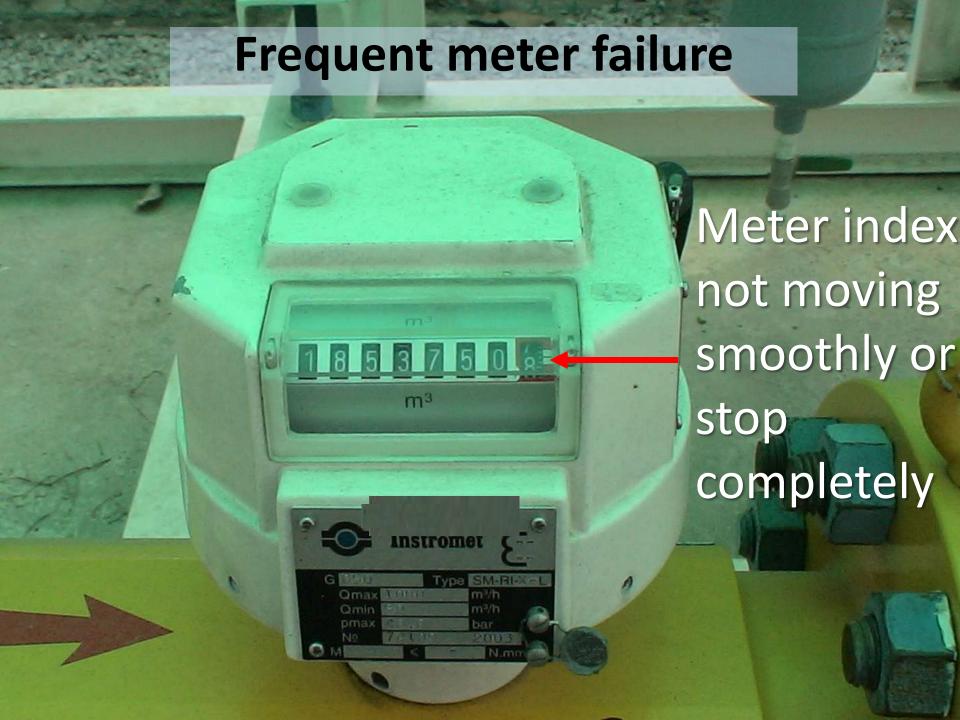


Scratch and paint peeled-off on the meter allen screw



Disconnection and loosening of EVC cable





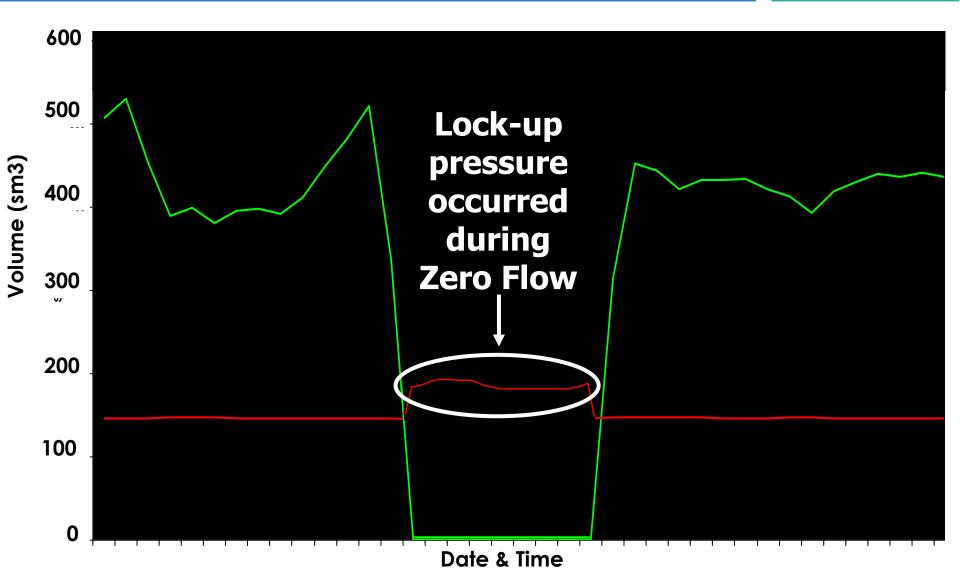


Abnormal consumption profile

- EVC data trending:
 - Normal: No flow will result in lock-up pressure
 - Abnormal:No flow indicate no lock-up pressure

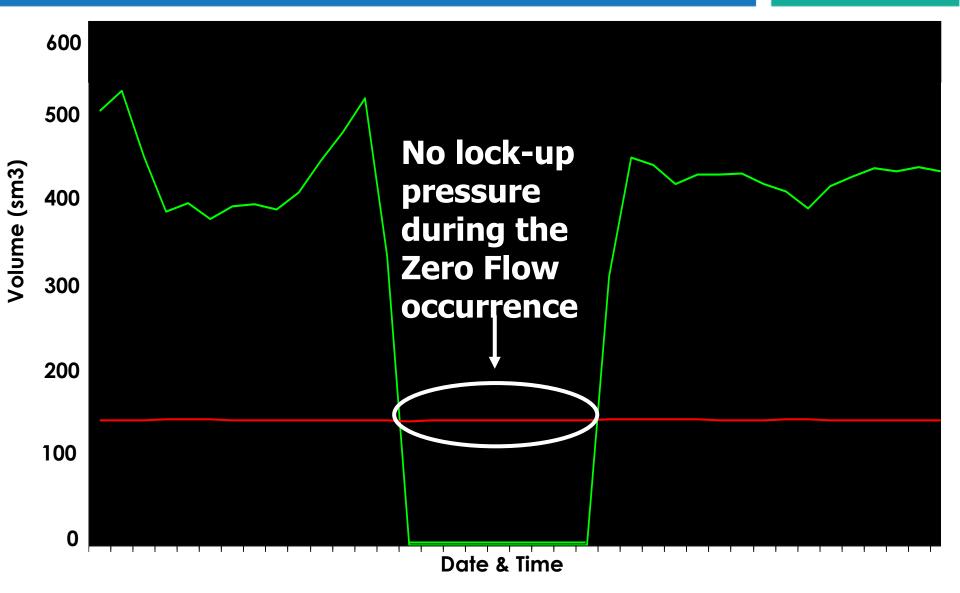
GRAPH 1: Normal EVC Trending





GRAPH 2: Abnormal EVC Trending IGU







- Challenges:
 - Proving the theft/tampering
 - Gas installation safety
 - Personnel safety
 - Recovering the loss of revenue
 - Additional cost

ii. Billing and Metering



- Prior to 2004, billing based on fixed Pressure & Temp.
- P & T fluctuations are not compensated
- UFG rate more than 2%



- 2004 P & T corrector installed at all major industrial customers
- Improved in UFG rate
- Currently 94% of volume supplied are measured through the electronic volume corrector



- Metering equipment:
 - Component failure
 - Inaccurate sizing
 - Contamination
 - Maintenance and calibration

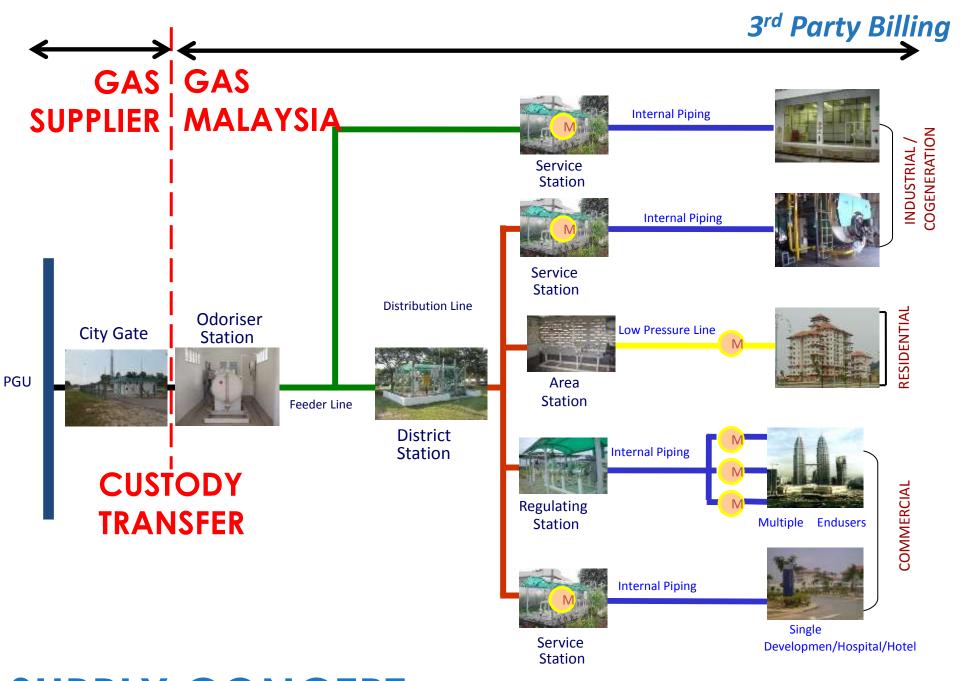


- Billing process:
 - Inaccurate meter reading
 - Error in billing parameter

iii. Billing by gas supplier

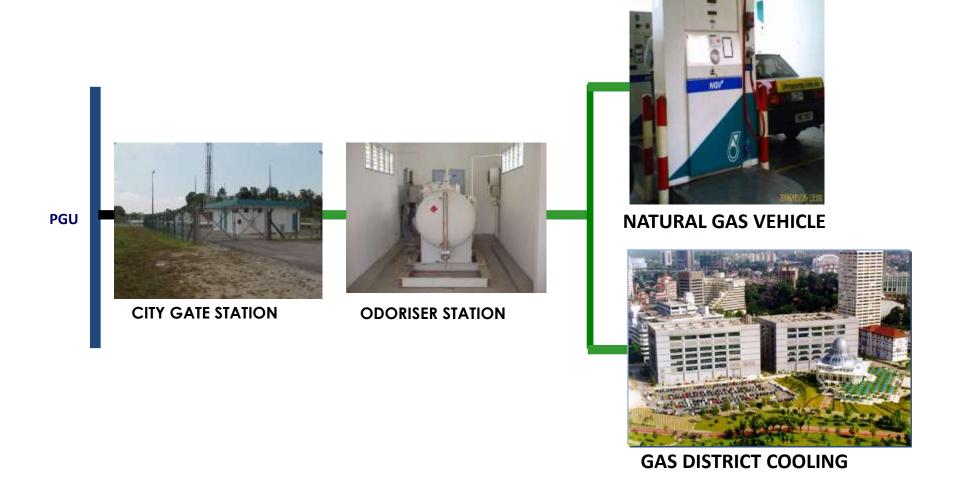


- Measuring equipment faulty
- Billing error
- Third party billing



SUPPLY CONCEPT

3rd Party Billing



DISTRIBUTION NETWORK



- Seller's customers:
 - Gas District Cooling Plant (GDC)
 - ⇒ NGV Station
- Seller pay transportation fee
- Volume deducted from total volume



- GDC with dedicated meter
- NGV meter based on dispenser
 - Conversion factor
 - Operational loss



- Challenges:
 - Multiple coordination
 - Various parties i.e. Seller & its
 Agent
 - Timely response

iv. Network Operations



- Major Leak
 - Third party damage
 - Other causes i.e. corrosion, soil movement etc.
- Major commissioning



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4.3 HOW WE MONITOR?



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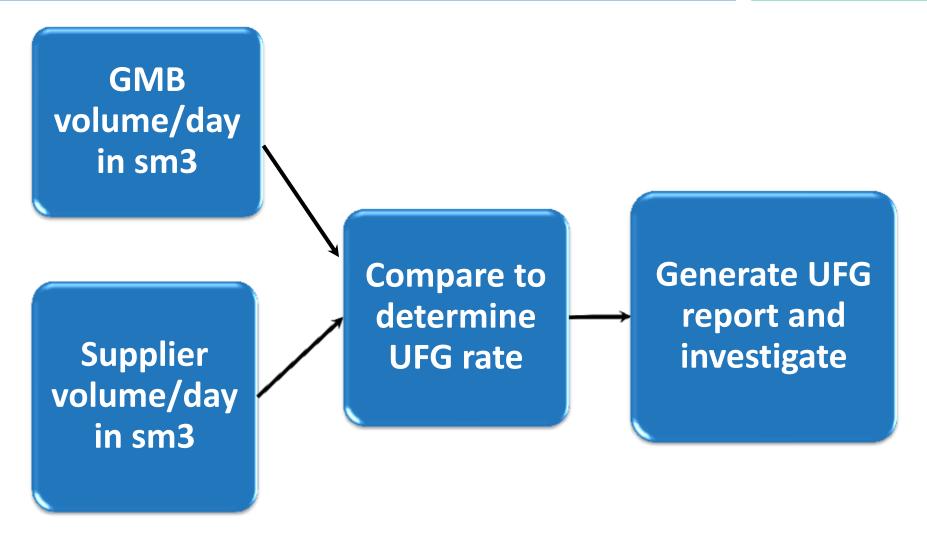
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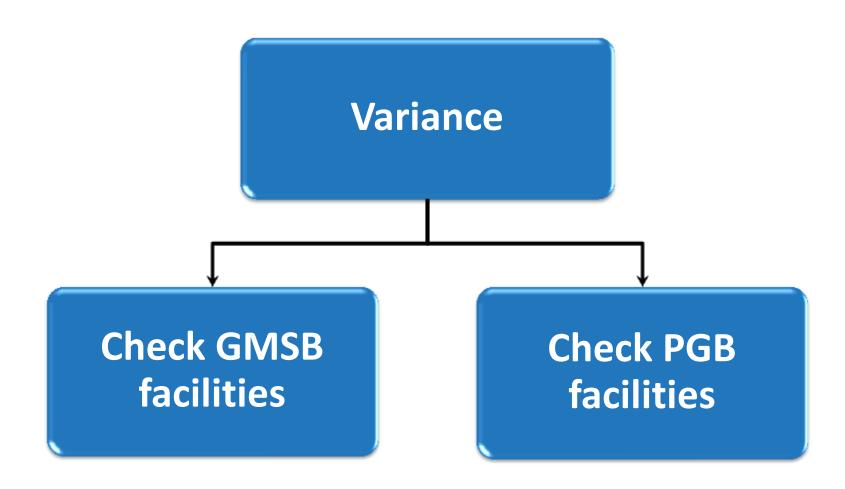
Process Flow





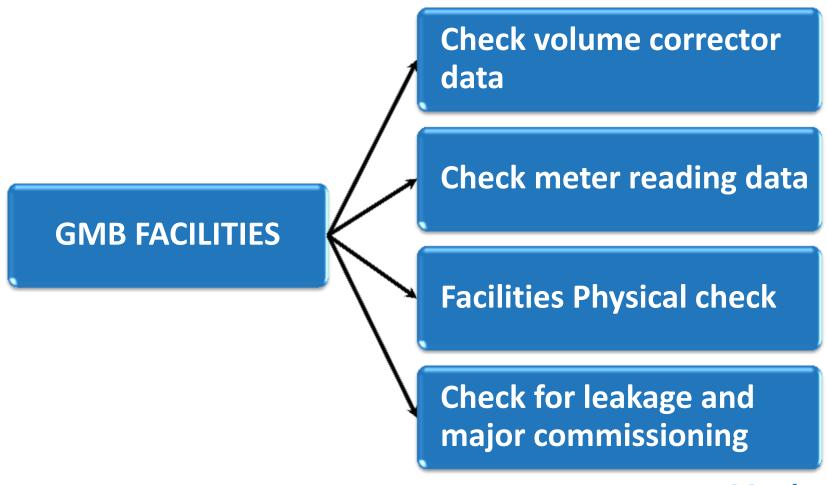
Process Flow: Verification





Measures Taken

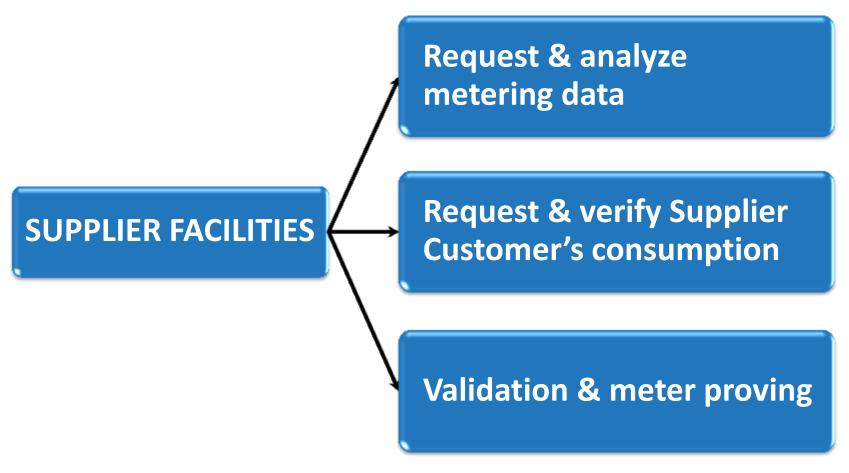




Monitoring

Measures Taken





5. SUMMARY



- Continuous monitoring of UFG performance i.e. monthly, yearly etc
- UFG management:
 - **⇒** At all delivery points
 - **⇒** To improve all probable cause



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THANK YOU



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