

20th November 1996

Service Development

31 Homer Road

Solihull

West Midlands B91 3LT

Telephone 0121 626 4431

Direct Line 0121 623 2021

Facsimile 0121 711 1451

Dear Colleague,

NOTICE OF IMPLEMENTATION

MODIFICATION 0086

Interruptible F10 Service

Please note that Proposal 0086 was implemented effective from 06:00 20th November 1996.

The Report was signed by Ofgas 20th November 1996. The Modified text resulting from this modification is detailed below,

Modified Text:

TRANSITION DOCUMENT

Part II, Paragraph 8

Insert under Section G (Supply Points):

- "G1.7 (1) Subject to paragraph (7), the Registered User of an Interruptible Supply Point (the "**relevant Supply Point**", which term shall include the Supply Point Component comprised therein) comprising a single Supply Meter Point which is not a Shared Supply Meter Point, may elect (subject to paragraph (5)) in accordance with paragraph (3) that, for a period of 12 months commencing with the date of the election, the Supply Meter Point shall be treated for the purposes specified in paragraph (2) as though it were a Shared Supply Meter Point comprised in both a Firm Supply Point and an Interruptible Supply Point.

- (2) The purposes referred to in paragraph (1) are:
- (i) determining whether there has been a failure to Interrupt for the purposes of Section G6.9 at the relevant Supply Point;
 - (ii) determining the Capacity Charges payable by the User in respect of the relevant Supply Point.
- (3) An election under paragraph (1):
- (i) shall be given by the User to TransCo by Conventional Notice not earlier than 1st October 1996 and shall be treated as made with effect from the date of such notice;
 - (ii) shall specify an amount of Supply Point Capacity, not exceeding whichever is the lesser of 14,650 kWh/Day (500 therms/Day) and 10% of the User's Registered Supply Point Capacity, for the purposes of paragraph 4(a);
 - (iii) may not be revoked by the User but shall lapse on the first anniversary of the election or (if earlier) if the User shall cease to be the Registered User of the Supply Meter Point or if there occurs a failure to Interrupt (in accordance with paragraph (e)) at the relevant Supply Point.
- (4) Where an election is in force under paragraph (1):
- (a) of the Supply Point Capacity held by the User at the relevant Supply Point, the amount (the "**Firm Supply Point Capacity**") specified by the User pursuant to paragraph 3(ii) shall be treated as though it were held at a Firm Supply Point Component;
 - (b) the User shall be treated (for the purposes of paragraph (c)) as holding NTS Exit Capacity (at the relevant NTS/LDZ Offtake) in respect of such Firm Supply Point Component, as though it were an NDM Supply Point Component, in an amount equal to the amount of the Firm Supply Point Capacity;
 - (c) the User shall be liable for LDZ Capacity Charges (in respect of the Firm Supply Point Capacity) and NTS Exit Capacity Charges (in respect of the NTS Exit

Capacity under paragraph (b)), which shall be payable in accordance with paragraph (5);

- (d) the User shall be deemed for the purposes of Section G1.7.7 to have given a Shared Supply Meter Notification (which the User may not revise) providing that, of the quantity offtaken at the Supply Meter Point each Day, an amount equal to the Firm Supply Point Capacity (or where less the whole of such quantity) shall be treated as having been offtaken at such Firm Supply Point, and the balance (if any) at the Interruptible Supply Point;

- (e) where TransCo requires Interruption at the relevant Supply Point, the requirement under Section 6.7.2(b) is that:
 - (i) the rate (in kWh/hour) at which gas is offtaken from the System at the Supply Point shall not exceed 1/10 of the Firm Supply Point Capacity; and
 - (ii) where the requirement for Interruption applies for the whole of the Gas Flow Day, the quantity offtaken on such Day does not exceed the Firm Supply Point Capacity;

- (f) the Applicable Commodity Rate of the Commodity Charges payable in respect of quantities treated (in accordance with paragraph (d)) as offtaken from such Firm Supply Point, insofar as a function of Supply Point Capacity, shall be determined by reference to the Firm Supply Point Capacity (and the difference between such Commodity Charges so determined and those which would otherwise be payable shall be invoiced by way of Ad-Hoc Invoice); but otherwise Section G1.7.15 shall not apply and the rate of any Supply Point Transportation Charge shall be determined by reference to the aggregate Supply Point Capacity held by the User at the relevant Supply Point;

- (g) where (pursuant to a Supply Point Confirmation which becomes effective) another User is to become the Registered User of a Proposed Supply Point which is a Current Supply Point in relation to which the relevant

Supply Point is the Existing Supply Point, the Proposing User may not later than the Proposed Supply Point Registration Date make an election for the purposes of paragraph (6);

- (h) the User shall inform TransCo as soon as reasonably practicable after ceasing (in the circumstances in paragraph (g) or otherwise) to be the Registered User of the relevant Supply Point.

(5) Where a User makes an election under paragraph (1):

- (a) the User shall pay to TransCo the amount (if any) determined in accordance with the Transportation Statement (in respect of TransCo's administrative expenses incurred in connection with the election);
- (b) the amount payable under paragraph (a), together with the entire amount of the charges referred to in paragraph (4)(c) calculated for the whole of the 12 month period commencing with the date of the election, shall be payable in a single payment, and may be invoiced by way of Ad-Hoc Invoice at any time after the User's election and shall be paid in accordance with Section S;
- (c) except as provided in paragraph (6)(c), the User shall not be entitled to any repayment of any amount payable under paragraph (b) by reason of the User's election lapsing before its first anniversary.
- (d) TransCo may refuse to permit an election to proceed where in its opinion the Firm Transportation Requirement (which shall be deemed to apply, on the basis that the Supply Point Offtake rate is 1/10 of the Firm Supply Point Capacity) is not satisfied in respect of such Firm Supply Point.

(6) Where a Proposing User makes an election under paragraph (4)(g):

- (a) the election (the "**original election**") under paragraph (1) made by the Existing Registered User shall be deemed to continue in force, as though made by the Proposing User in relation to the Proposed Supply Point, in respect of the period (the "**remaining period**") from the Supply Point Registration Date until the anniversary of the original election;

- (b) the Proposing User shall be liable for the amount under paragraph (5)(a) (as though it had made an election under paragraph (1)), and for so much of the charges referred to in paragraph (4)(c) as are attributable to the remaining period (and paragraph (5) shall apply in respect of such amounts by reference to the date of the Proposing User's election);
- (c) there shall be repaid to the Existing Registered User an amount equal to the amount payable by the Proposing User under paragraph (b).

(7) No election under paragraph (1) may be made after the time at which the aggregate amount of Firm Supply Point Capacity pursuant to all such elections already made by Users exceeds 1,000,000 kWh/Day, or such higher amount as the Top-up Manager may in its discretion determine and notify to Users for the purposes of this paragraph (7) (but an election under paragraph (1) shall not count as redesignation as Firm for the purposes of Section P2.9).

yours sincerely,

Steve Adams
Commercial Analyst