

# Project Nexus 0432 Legal Text Exercise

12<sup>th</sup> April 2016

Andy Clasper

National Grid Distribution

UK GAS DISTRIBUTION



- Legal text for Modification 0432 (Project Nexus – Gas Demand Estimation, Allocation, Settlement and Reconciliation reform) was approved for implementation on 21/02/2014
- A number of (mainly paragraph numbering) issues which may prevent Modification 0432 Legal Text from being incorporated into Code by the Joint Office on Project Nexus Implementation Date (PNID) 1<sup>st</sup> Oct 2016 have been identified
- The Joint Office has carried out a comprehensive validation exercise of all implemented and ‘to be’ implemented modifications approved since 21/02/2014 against Modification 0432 Legal Text
- NGD are carrying out a deep dive analysis of any potential numbering conflicts and duplicates to understand what changes may be required to allow Modification 0432 Legal Text to be inserted into the UNC at PNID



## Example

- TPD Section M
- Modification 466AV |(implemented 1<sup>st</sup> Apr 2016) inserts new paragraphs 5.2.6, 5.2.7, 5.2.8 and 5.2.9
- Modification 0432 (to be implemented 1<sup>st</sup> Oct 2016) rennumbers paragraphs 5.2.1 - 5.2.5 to paragraphs 7.2.1 – 7.2.5
- Left ‘as is’ paragraphs 5.2.6 – 5.2.9 would be ‘left hanging’ and would not make sense unless relocated after paragraph 7.2.5
- Solution would be to renumber paragraphs 5.2.6 – 5.2.9 to 7.2.6 – 7.2.9 to ensure continuity



# Solution

- A Fast Track Self Governance Modification Proposal will be brought to either the May or June 2016 Modification Panel with a suggested implementation date of 1<sup>st</sup> July 2016
  - The modification will identify the necessary ‘housekeeping’ changes to enable UNC to be updated at PNID
- All modifications approved after 1<sup>st</sup> July 2016 with an implementation date prior to PNID will need to be assessed as to their impact on the 0432 Legal Text
  - In the unlikely event that a conflict is found, the Transporter will create both Transitional and Enduring Legal Text
- For the avoidance of doubt the proposed modification will not materially amend the commercial arrangements under Modification 0432 but is simply a ‘housekeeping’ modification to enable it to be incorporated within Code at PNID



# Timeline

nationalgrid

