

Bob Fletcher 31 Homer Road Solihull **B91 3LT**

Joint Office of Gas Transporters

National Grid House Warwick Technology Park Gallows Hill, Warwick CV34 6DA

National Gas Emergency Service - 0800 111 999* (24hrs) *calls will be recorded and may be monitored

Chris Warner Stakeholder Delivery, Operate & Maintain Distribution chris.warner@nationalgrid.com Direct tel +44 (0)1926 653541

www.nationalgrid.com

4th December 2014 Your Reference: UNC Modification Proposal 0514

<u>UNC Modification Proposal 0514 - Extending the Daily Metered 'voluntary' service to Project Nexus</u> Implementation Date plus six months

Dear Bob,

Thank you for your invitation seeking representations with respect to the above Modification Proposal for which, as proposer, National Grid Gas Distribution (NGD) would like to support.

Do you support or oppose implementation?

Support

Please summarise paragraph) the kev reason(s) (in one support/opposition:

NGD believes that the measures identified within this Modification Proposal would facilitate an orderly transition of existing Daily Metered 'voluntary' (DMV) Supply Points in to the new 'Project Nexus' framework governing Supply Point classification and would minimise any possible adverse impact on gas consumers.

Are there any new or additional issues that you believe should be recorded in the **Modification Report:**

We have not identified any such issues.

Self Governance Statement:

We agree that this Modification Proposal should be not be subject to self-governance procedures given its material effect on consumers.

Relevant Objectives:

Relevant Objective f) Promotion of efficiency in the implementation and administration of the Code.

NGD concurs with the comments in the Draft Modification Report concerning reducing the potential impacts to Consumers by extending the DM Voluntary service for a transitional period of 6 months from Project Nexus implementation.

Impacts and Costs:

We concur with the statement in the Draft Modification Report concerning the funding of this Modification Proposal and we have no further comment in this respect.

Implementation:

This Modification Proposal can be implemented with effect from 1st October 2015.

Legal Text:

NGD is satisfied that the drafting as published by the Joint Office within the Draft Modification Report meets the requirements of the Modification Proposal.

Is there anything further you wish to be taken into account?

The Draft Modification Report identifies that within the transitional period, while the Registered User may reclassify a DMV Supply Point at any time, it is required that all DMV Supply Points are eliminated at the end of the period and that any intervention by the Transporter to reclassify at the end of the period should be on an exceptional basis.

It is expected that Shipper Users would seek to take prompt action in respect of reclassifying their DMV Supply Points and we would anticipate a gradual, phased movement of DMV portfolio to the desired Supply Point class over the 6 month period.

Consequently to enable progress to be monitored we would advise of our intention that an anomalised progress report on reclassifications would be provided by our agent Xoserve to the industry for review each month during the 6^{th} month period and we may also provide relevant non-anomalised information to the Authority.

We trust that this information will assist in the compilation of the Final Modification Report. Please contact me on 01926 653541 (chris.warner@nationalgrid.com) should you require any further information.

Yours sincerely,

Chris Warner Stakeholder Implementation Manager, Distribution