



DRAFT

Modification Decision 25
Amendment to Confirmation Process in SPA

This modification has been approved by Ofgas.

Previous Position

Where no supplier has confirmed a greenfield site on completion date the site will be left isolated, that is with no gas flowing. A Supply Meter Point can only be enabled by TransCo once a nomination for that site has been successfully processed to commence at the siteworks completion date minus one day.

New Position

This Modification only relates to sites with an Annual Quantity of less than 25,000 therms per annum. In agreement with the customer the Shipper will send an election (a Letter of Intent) to TransCo a minimum of 2 days before the target completion date. On completion of the siteworks TransCo will leave the site live. The Siteworks Applicant (the shipper) then has 21 days to confirm the New Supply Meter Point or incur the following penalties:

Sites with an AQ > 2,500 tpa	-£100 on D+22 (where D is the siteworks completion date) -£10 each day thereafter
Sites with an AQ < 2,500 tpa	-£5 on D+22 -£1 each day thereafter

Possible impact on customers

Customers will be able to receive gas if a confirmation is not received prior to the completion of the siteworks (D-1). This will allow customers the flexibility to arrange gas supply with an alternative company should they wish to do so at a later date than currently exists. Sites will not be isolated and therefore drying out or testing of appliances may be undertaken. The penalties are incentivising without being overly punitive and will therefore encourage customers to find a supplier within the given time constraints. The time allowed is also reasonable for this undertaking. The modification will allow TransCo to maintain a consistency of data information, incentivise the Siteworks Applicants to ensure their systems and processes operate correctly and avoid customer dissatisfaction.

Contacts

Jan Webb - Ofgas, Tel. 0171-932 1629. Chris Warner - BG TransCo, Tel. 0121-623 2021.

12 February 1997

TRANSITION DOCUMENT PART II

8. MISCELLANEOUS

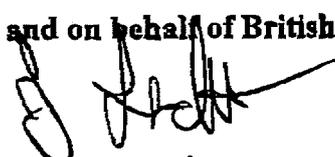
Section G (Supply Points)

Insert the following:

"G 7.6.2 The determination of amounts for any month in accordance with paragraph G7.6.2 shall exclude amounts calculated by reference to Unregistered Supply Meter Points the annual quantity of which is less than 72,300 kWh (2,500 therms) and the First Supply Point Registration Deadline of which occurs prior to 1st July 1997."

Signed for and on behalf of British Gas TransCo.

Signature:



Date:

24.1.97

Name:

John Lockett

Position:

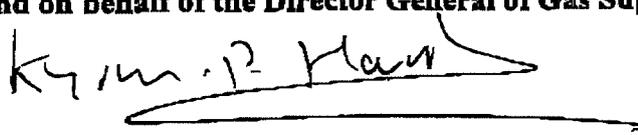
Com Man N/code

Director General of Gas Supply Response

In accordance with Condition 7 (10) (b) of the Standard Conditions of Public Gas Transporters' Licences dated 21st February 1996 I hereby direct British Gas TransCo that the above proposal be made as a modification to the network code.

Signed for and on behalf of the Director General of Gas Supply.

Signature:



Date:

11/2/97

Name:

KYRAN HANKS

Position:

HEAD OF NETWORK OPERATIONS.

The network code is hereby modified, with effect from _____, in accordance with the above proposal.

Signature:

Secretary Modification Panel
British Gas TransCo