<u>08 March 2017</u>

PROJECT NEXUS - MODIFICATION 0609 - LEGAL DRAFTING - EXPLANATORY TABLE

Notes

1. **This table is based on the draft legal text for Modification 0609 published on the Joint Office website on http://www.gasgovernance.co.uk/0609.**

2. **Modification 0609 relates to amendments to the UNC to update the transitional rules included in TD Part IIF and introduced by Modification 0528 in anticipation of the implementation of the new settlement and meter reading arrangements introduced by Modifications 0432 and 0434 (Project Nexus) with effect from 1 June 2017.**

TRANSITION DOCUMENT – PART IIF			
TD Reference	**Topic**	**BRDs**	**Explanation**
Paragraph 1.1.2	General transition rules	-	Updating definitions.
Paragraph 1.1.6	General transition rules	-	To make reference to existing transitional rule which prohibits the giving of Retrospective Data Updates before 1 October 2017.
Paragraph 1.2.3	Section references	-	Correction.
Paragraph 1.4.4	General transition rules	-	Tidy up drafting.
Paragraph 1.5	No-Elapsed Time Days and Non-TPD Communications Days		Tidy up drafting; no need to use TPD prefix, see paragraph 1.2.1(a).
New paragraph 3.6.3	AUG	-	Table to set out the allocation factors to apply for the period from the Implementation Date to 30 September 2017.

New paragraph 3.6.4	AUG	-	The new AUG Expert appointment process will first apply for the purposes of the appointment of the expert for the year starting 1 October 2017.
Paragraph 5.1	General	-	Updated to reflect role of the CDSP.
Paragraph 5.2	Classes of Supply Point	-	Corrections; to refer to Supply Meter Points.
Paragraph 5.3	Annual Quantity	-	Changes required to reflect an Implementation Date of 1 June 2017; therefore: - AQ applying on the Implementation Date will be that applying on the Last Pre-Nexus Date as established by the old AQ rules; - the old rules which would otherwise apply for the purposes of calculating an AQ for 1 October 2017 will cease to apply; - no further AQ appeals will be allowed after 31 March, any appeal which has not been resolved by 30 April 2017 will lapse, and reconfirmations with an effective date after 1 May will be invalid; - no party will be in breach of the UNC by reason off applying theses rules in advance of the date the Modification is approved by the Authority.
New paragraph 5.4.6	Formula Year Annual Quantity	-	Opening Formula Year Annual Quantity will be the AQ prevailing on the Last Pre-nexus Date, and the new rules will apply in normal course regarding the timing of a revision to the Formula Year Annual Quantity, and for the Gas Year commencing 1 October 2018.
Paragraph 5.5	Supply Point Administration	-	Updated to reflect role of the CDSP.
New paragraph 5.5.12	Supply Point Administration	-	Rule to provide that where Supply Point Withdrawal submitted but not effective by 22 May 2017 it will lapse.
Paragraph 5.6	Retrospective Adjustments	-	Text originally introduced by Modification 0578 as new paragraph 5.6, but now moved to paragraph 7.6 and amended.
Paragraph 6.1	Demand Models and EUCs	-	Updated to reflect new Nexus Implementation Date.

Paragraph 6.1.5	Formula Year Annual Quantity	-	See paragraph 5.4.6 above.
Paragraph 6.4.2	Formula Year Annual Quantity	-	See paragraph 5.4.6 above.
Paragraph 7.2.1	Validity	-	Updated to reflect role of the CDSP.
Paragraph 7.5	Opening Meter Readings	-	Updated text originally introduced by Modification 0583, but now moved to paragraph 7.5 and amended.
Paragraph 7.6	Updated Meter Readings	-	See paragraph 5.6 above. Text originally introduced by Modification 0578 amended so that it only deals with Updated Meter Readings (and not with transitional arrangements relating to RAASP).
Paragraph 7.9	Estimated Meter Readings	-	Updated text originally introduced by Modification 0576.
New paragraph 9.1	Supply Point Ratchet	-	The old rules regarding ratchets will cease to apply from 27 May 2017.
Paragraph 9.2			
Old paragraph 9.2	PNID	-	Text introduced by Modification 0548, deleted as now redundant.