

30th September 1996

To: Modifications Dist List

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,

Implementation Notice

Please note that Modification 0034 - NDM to DM Conversion was signed by Ofgas 25th September 96. This Modification was implemented effective from 26th September 1996 06:00.

The text of this Modification is detailed below, if you have any queries on this please contact myself or Alan Raper at the above address.

Transition Document, Part II, paragraphs 2 and 3

In Each of the following paragraphs, replace "1996" with "1997": 2.2.2, 2.2.3, 2.3.1(a), 2.3.4(ii), 2.4.5(b)(i) and (ii), and 3.4.2(i).

2.1.1 Replace "In Phases 1 and 2" with "Until 30th November 1997"

2.1.2 Insert at the beginning:

"Subject to paragraph 2.5"

2.2.3 Insert at the beginning:

"Subject to paragraph 2.5.5(a)"

2.3.1 In paragraph (a), replace "72" with "71"

2.4.3 Delete paragraph (d) and replace with the following:

"(d) for the purposes of the references in paragraph (c) to 'tranche' and to

30th September 1996

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'Threshold Date', paragraph 2.2 shall be construed as though references to 1997 were to 1996."

2.5 Insert a new paragraph 2.5 as follows:

"2.5 Optional Conversion

2.5.1 The Registered User of a Supply Point whose Annual Quantity exceeds 11,720,000 kWh (*400,000 therms*) may, by making a Supply Point Reconfirmation for a Proposed Supply Point Registration Date within the eligible period, elect that paragraph 2.1.2 shall cease to apply in relation to that Supply Point with effect from the Supply Point Registration Date.

2.5.2 For the purposes of paragraph 2.5.1 the eligible period is the period commencing:

- (i) where the Annual Quantity of the Supply Point exceeds 24,320,000 kWh (*830,000 therms*), on 30th October 1996;
- (ii) where the Annual quantity of the Supply Point exceeds 15,820,000 kWh (*540,000 therms*) and does not exceed 24,320,000 kWh (*830,000 therms*), on 1st December 1996;
- (iii) where the Annual Quantity of the Supply Point exceeds 11,720,000 kWh (*400,000 therms*) and does not exceed 15,820,000 kWh (*540,000 therms*), on 1st January 1997:

and in each case ending on 28th February 1997.

2.5.3 Where:

- (i) pursuant to an election under paragraph 2.5.1 a Supply Meter Point became a DM Supply Meter Point,
- (ii) The Supply Meter Point is comprised in a Proposed Supply Point in respect of which the Supply Point Confirmation becomes effective,

subject to paragraph 2.5.4, paragraph 2.1.2 shall not apply in respect of the Proposed Supply Point.

2.5.4 Where:

- (i) the Proposed Supply Point is a New Supply Point whose Annual Quantity does not exceed 11,720,000kWh (*400,000 therms*), or
- (ii) the proposing User demonstrates to TransCo's reasonable satisfaction that the former User's election was made in bad faith, in anticipation of

or in consequence of the Proposing User's (or any other User's)
Proposed Supply Point Registration,

the Proposing User may elect, by Nominating all Supply Meter Points in the
Proposed Supply Point as NDM Supply Meter Points, that paragraph 2.5.3 shall
not apply.

2.5.5 Where a User has made an election under paragraph 2.5.1 in relation to a
Supply Point:

- (a) except for the purposes of paragraphs 2.3.1 and 2.3.2, the Supply Point
shall not be considered to be within any tranche for the purposes of
paragraphs 2 and 3;
- (b) for the purposes of the User's Supply Point Renomination and Supply
Point Reconfirmation:
 - (i) paragraph 3.1.5 shall apply
 - (ii) paragraph 3.2 shall not apply,
 - (iii) paragraph 3.3.1 shall not apply (and accordingly Section G5.2
shall not apply),
 - (iv) paragraph 3.3.2 shall apply,
 - (v) paragraph 3.4.1 shall not apply, except for paragraph 3.4.1(i)
- (c) each Supply Meter Point which is to become a DM Supply Meter
Point shall be treated as a Converting Supply Meter Point for the
purposes of giving effect to paragraph (b), but not otherwise.

3.2.2 Replace "Gas Year 1995/96" with "Gas year 1996/97"

Yours sincerely,



Stephen Adams
Commercial Analyst

Att Copy of Final Modification Report 0034.