

08 March 2017

## PROJECT NEXUS - MODIFICATION 0608 - LEGAL DRAFTING - EXPLANATORY TABLE

### Notes

1. This table is based on the draft legal text for Modification 0608 published on the Joint Office website <http://www.gasgovernance.co.uk/0608>
2. Modification 0608 relates to amendments to the UNC to prepare for the implementation of 'single service provision' arrangements for iGT connected system exit points in Modification 0440 (Project Nexus).

TRANSITION DOCUMENT – PART IIF			
TD Reference	Topic	BRDs	Explanation
Initial paragraph	Transitional arrangements in the CSEP Network Exit Agreement	-	Paragraph inserts a new paragraph into each CSEP Network Exit Agreement to replace the existing transitional provisions in CSEP Network Exist Agreements introduced by Modification 0467 (and which are now generally out of date) with the new rules in paragraph 11.
Paragraphs 1.1.1, 1.1.2, 1.1.5	Definitions and structure	-	<p>Amendments made to extend the scope of this document and certain definitions to include the changes made to the rules around LDZ CSEPs in Modification 0440:</p> <ul style="list-style-type: none"><li>- <b>Old Rules:</b> includes the rules contained in the CSEP Network Exit Agreement, about LDZ CSEPs which are superseded by the new rules in the IGTAD;</li><li>- <b>CDSP IGT Data Migration:</b> data migration from IGTs to Xoserve in preparation for implementation of Nexus;</li><li>- <b>Xoserve:</b> definition included to cover both periods pre and post-FGO implementation.</li></ul> <p>Paragraph 1.1.5 sets out the structure of the Part IIF.</p>

TRANSITION DOCUMENT			
TD Reference	Topic	BRDs	Explanation
Paragraph 1.4.1	General transition rules	-	Amendment clarifies that the rule in paragraph 1.4.1 introduced under Modification 0528 applies to IGTS Supply Meter Points and IGTS Supply Points.
<b>IGTAD and TPD</b>			
New paragraph 10.1	IGTAD Section B	-	<p>Under IGTAD Section B1.2.1 and 1.3.1, each DN Operator is required to have CSEP Connection Arrangements and a record setting out information required in Section B 1.3.1. This provision acknowledges that when Nexus goes live, each DN Operator will have these in place.</p> <p>IGTAD Section B2.2 provides that IGTs are required to provide certain connection data to the relevant DN Operator and IGTAD Section B2.4.1 requires IGTs to register their network with the DN Operator. Paragraph 10.1.2 states that these will be satisfied through migration of data from IGTs to Xoserve, on the last day before the Nexus Implementation Date.</p>
New paragraph 10.2	IGTAD Section D	-	<p>IGTAD Section 3.1 requires the IGT to provide certain standing information and meter reading information to the DN Operator, paragraph 10.2.1 states that this information will have been provided through IGT data migration.</p> <p>Paragraph 10.2.2 states that the information to be provided under IGTAD Section D3.2 provided by the DN Operator by the day before Nexus Implementation Date, will continue in effect as the information required to be provided under IGTAD Section D3.2 from the implementation of Nexus.</p>
New paragraph 10.3	IGTAD Section E	-	Provides an acknowledgment that if an existing NExA Supply Meter Point meets the requirements for being classified as a Class 1 Supply Meter Point on the Nexus Implementation Date then it will be treated as if the Class 1 Meter Reading Requirements

			are satisfied.
New paragraph 10.4	IGTAD Section F	-	<p>IGTAD Section G provides for the formation of an IGTAD Committee. Paragraph 10.4.1 states that the AIGT will provide the names of its representatives to Xoserve 7 business days before the Nexus Implementation Date.</p> <p>Paragraph 10.4.2 provides that any Transporter or IGT may call a meeting of the IGTAD Committee once the names of the IGT representatives are provided and before the Nexus Implementation Date.</p>
New paragraph 10.5	TPD Section A	-	States that, from the Nexus Implementation Date, the classification for Supply Meter Points and Supply Points will apply automatically to CSEP Supply Meter Points and CSEP Supply Points, and provisions in TPD will apply on the basis of such classification on a Gas Flow Day basis.
New paragraph 10.6	TPD Section G	-	TPD Section G1.2.2 requires each Transporter to have set up a Supply Point Register for CSEP Supply Points, this paragraph acknowledges that on the day before the Nexus Implementation Date, each Transporter has established such register.
<b>Amendment of CSEP Network Exit Agreements</b>			
New paragraph 11.1	Provision of iGTSPRD	-	<p>IGTs must provide certain data (iGTSPRD, defined in the CSEP NExA) to Xoserve at certain intervals before the Nexus Implementation Date. The dates specified in the existing CSEP NExAs for such information provision are tied to an Implementation Date in 2015, and so are no longer relevant. Paragraph 11.1.1 reflects the dates agreed pursuant to the Modification 0467 and as subsequently updated and agreed between the IGTs and Xoserve.</p> <p>Paragraph 11.1.2 states that an IGT must notify Xoserve if it transfers a CSEP prior to the Nexus Implementation Date.</p>
New paragraph 11.2	iGT Licence Data	-	Requires IGTs to inform Xoserve of any changes to certain data about their licences.

New paragraph 11.3	Transporters' Framework Agreement and DSC Agreement	-	<p>Requires each Transporter and IGT to enter into the amended and restated Transporters Framework Agreement (to be bound by the IGTAD and other relevant sections of the UNC) and each IGT to accede to the DSC Agreement, for Xoserve to provide certain services to IGTs.</p> <p>The TAD will set out the procedure for the accession / execution.</p>
New paragraph 12	Termination of the CSEP NExA	-	<p>States that each CSEP NExA terminates on a gas flow day basis from the Nexus Implementation Date, and preserves the rights and obligations arising prior to termination.</p> <p>DN Operators must retain information provided by IGTs equivalent to the information required under the new Nexus rules and is to apply from the Implementation Date.</p> <p>This paragraph states that the IGTs remain responsible under the NExAs for any obligations to be completed on a gas flow days basis.</p>
<b>DATA SERVICES CONTRACT – TRANSITIONAL ARRANGEMENTS DOCUMENT</b>			
<b>TD Reference</b>	<b>Topic</b>	<b>BRDs</b>	<b>Explanation</b>
New paragraph 2.5	Accession to the agreements	-	<p>This paragraph sets out the process for execution of the amended and restated Transporters' Framework Agreement and for the IGTs to accede to the DSC, which may begin prior to approval of the legal text in order for the procedures to be completed by the Nexus Implementation Date.</p>
New paragraph 2.6	Nexus transitional arrangements	-	<p>States that any service description with reference to the TPD, is to the TPD as interpreted on the basis of the transitional provisions.</p> <p>States that the CDSP will provide the CDSP services to IGTs from the Nexus Implementation Date, which will also include for Gas Flow Days prior to Nexus Implementation Date.</p>