

18/11/2010

Dear Colleague,

**NOTICE OF IMPLEMENTATION
MODIFICATION PROPOSAL No: 0317**

“Interim Allocation of Unidentified Gas Costs”

Please note that Modification Proposal No 0317 will be implemented with effect from 06:00 hours on 19/11/2010. The Final Modification Report, Version 3.0, was signed by Ofgem on 17/11/2010.

The new Code text resulting from this Modification follows:

Modified Text:

Transition Document TPD Section E10

1. It is acknowledged that the steps (including appointment of AUG Expert, establishing AUG Methodology and establishing AUG Table) first required under TPD Sections E10.2 and E10.4 will not be completed by the start of the first AUG Year (1 April 2011).
2. For each AUG Year commencing with the first AUG Year up to but not including the AUG Year commencing 1 April next following the first occasion on which the Committee establishes and adopts an AUG Table as provided in TPD Section E10.4.3(g), TPD Section E10.4.4(a) shall not apply and there shall be deemed to be an AUG Table for the purposes of TPD Section E10.5 in which:
 - (a) there is only one Unidentified Gas Source;
 - (b) for that Unidentified Gas Source, the Unidentified Gas Quantity is:
 - (i) for Larger DM SPCs, zero;
 - (ii) for Larger NDM SPCs, defined (in relation to a Reconciliation Billing Period) as follows:
$$UGC_{SPC} = £2,750,000 / (TDSAP_m * 12);$$
 - (iii) for Smaller SPCs, defined as the negative of the amount in (b)(ii) above;

and TPD Section E10.5 shall be given effect accordingly.

Yours sincerely,

Bob Fletcher
Modification Panel Secretary