

British Gas 1st Floor Lakeside West 30 The Causeway Staines Middlesex TW18 3BY

Jonathan Dixon Ofgem 9 Millbank London SW1P 3GE

06 January 2015

Via email only

Dear Jon,

Statutory consultation on licence modifications and further consultation on UNC modifications to introduce IGT Single Service Provision

British Gas continue to be strong advocates for the centralisation of services across all Gas Transporters and therefore welcome the licence modifications being proposed by Ofgem to introduce IGT Single Service Provision.

We do not have any specific comments on the proposed licence drafting and agree with the introduction of a new Standard Condition for Independent Gas Transporters which largely replicates that which is already in effect for Gas Transporters.

With regards to the IGT Agency Services contribution methodology. Whilst we are disappointed that the actual Agency costs associated with Single Service Provision cannot yet be fully determined, we concur with the inclusion of Methodology objectives that have been determined, particularly to protect against any potential double recovery of Agency costs. Further we agree that a review of this methodology should take place no later than 6 months after the implementation of Project Nexus.

During the consultation periods for UNC Modifications Proposals 440: Project Nexus – IGT Single Service Provision and 467: Project Nexus – IGT Single Service Provision data preparation, British Gas provided supportive representations for both proposals. Our position on these modification proposals remain unchanged, therefore we support Ofgem's current 'minded to accept' positions.

Further to our responses should you have any questions please do not hesitate to contact me.

Yours sincerely,

Graham Wood

Regulatory Manager