



Urgent Modification 96 (Decision)
Exit Capacity Overruns from 1st October 1996

This modification has been approved by Ofgas.

Previous Position

An exit capacity overrun is the amount by which a shipper exceeds their available daily metered NTS exit capacity at that NTS exit point. For each calendar month that there is an exit capacity overrun, the largest overrun within each month is charged at 2 times (the multiplier) the applicable annual rate.

New Position

The modification changes the multiplier as shown below:-

<u>Month</u>	<u>Multiplier</u>
December to March	2.0 (no change)
October, November, April, May	0.5
June to September	0.2

Additionally, the level of the overrun multiplier for a consecutive overrun has been reduced to 0.5 (from 2) for the second overrun month which occurs in the months of December to March. This relief (reduced multiplier) will only apply up to the amount of the previous overrun, any excess will still be charged at a multiplier of 2.

Possible impact on customers

This is as for modification 95 and should not directly impact customers. The revisions to the code will reduce the overall level of and occurrence of overruns thereby reducing costs to shippers in these instances. However, the expected transportation revenues for the year should remain unchanged as overruns were not forecast to occur by TransCo. Thus, future overall transportation charges elsewhere are not expected to be adversely affected.

Contacts

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