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30 January 2015

Final Notice Scotland Transportation Charges effective from 1st April 2015

Please find attached the notice of Scotland Gas Networks transportation charges effective from 1st April 2015.

On the basis of the latest available forecasts of allowed and collected revenue there is a requirement for an overall **decrease of 2.2%** to average charge levels.

These charges reflect:

- The year on year 2015/16 Base Revenue as stated by Ofgem for the RIIO-GD1 Price Control adjusted as directed by Ofgem's Annual Iteration Process;
- The 2013/14 actual pass through costs (compared to allowances) and Incentives which are on a two year lag;
- The adjustment relating to 2013/14 over/under recovery (K) which is also on a two year lag;
- The inflationary increase of 1.8%;
- The impact of a declining supply point maximum capacity (SOQ).

For more information please contact via email: - pricingteam@scotiagasnetworks.co.uk