

MODIFICATION 0687

CREATION OF CHARGE TO RECOVER LAST RESORT SUPPLY PAYMENT

EXPLANATORY TABLE

UNC Reference	Explanation
Transportation Principal Document	
Section B – System Use and Capacity	
1.7.1	New definition for new category of charges (not being either Transportation Charges or Metering Charges).
1.7.11	To identify circumstances in which SoLR Customer Charges are payable by Shipper Users.
1.8.1	To indicate SoLR Customer Charges are calculated in accordance with the rules in the DN Transportation Charging Methodology in Section Y.
Section Y – Charging Methodologies	
Part B – DN Transportation Charging Methodology	
11.1	Identified circumstances in which a DN Operator is entitled to recover SoLR Customer Charges, i.e. when it receives a valid claim for a last resort payment from a supplier in accordance with SC48 of the gas transporter's licence.
11.2	Introduces new definitions used in the new paragraph 11, including the 'Specified Amount', i.e. the amount of the supplier's claim, and its components, the 'Credit Balance Component' and the 'Residual Component'

	reflecting the underlying basis for the supplier's claim as submitted to the DN Operator.
11.3	The components will be determined by reference to any Ofgem direction on the scale of the Credit Balance Component; if not then the split between the components is to be agreed between relevant DN Operators.
11.4	Creates obligation on Shipper Users to pay to the DN Operator SoLR Customer Charges in relation to Domestic Premises and/or Non-Domestic Premises (depending on the nature of the Shipper User's portfolio on the DN Operator's System).
11.5	Basis for calculation of the SoLR Customer (Domestic) Charge.
11.6	Basis for calculation of the SoLR Customer (Non-Domestic) Charge.
11.7	To make clear SoLR Customer Charges are invoiced and payable in accordance with Section S.