

Insert the following in to the Business Process and Practices area within the Capacity Release book. The following verbiage should be added at the end of the Section A – Overview section:

A Releasing Shipper may include recall rights as a condition of a capacity release. If the Releasing Shipper invokes such recall rights, they do so by providing notification to the Transportation Service Provider. A notification of recall may be provided at any applicable recall notification cycle. Set forth below are examples of capacity recall notifications for each of the recall notification cycles and the resulting quantities available for use by the Releasing Shipper and Replacement Shipper(s).

The examples below utilize the following abbreviations:

EPC: Elapsed Prorated Capacity as defined in NAESB WGQ Standard [5.2.z1] to mean that portion of the capacity that would have theoretically been available for use prior to the effective time of the intraday recall based upon a cumulative uniform hourly use of the capacity.

Hours Left: Remaining Number of Hours in the gas day.

Recall Notice Cycle: Recall Notification Cycle

Recall Notice Qty: Recall Notification Quantity provided to the TSP

Rel Shipper Qty: Releasing Shipper Quantity that is available for use effective with the identified cycle on the day of the recall notification.

Repl Shipper Qty: Replacement Shipper Quantity that is available for use effective with the identified cycle on the day of the recall notification.

Example Set 1: Capacity recall expressed in terms of total released capacity entitlements.

Example 1-1: The Release Quantity is 24,000 Dekatherms. Releasing Shipper provides a notification of recall to the Transportation Service Provider equal to the released quantity.

Recall Notice Cycle	Recall Effective Time	EPC	Recall Notice Qty	Repl Shipper Qty	Rel Shipper Qty (- Hours Left)	Calculation
Timely / Early Evening / Evening	9:00 am	0	24,000	0	24,000 -(24)	
Intraday 1	5:00 pm	8,000	24,000	8,000	16,000 -(16)	9 am to 5pm = 8 hours EPC = 8/24 x 24,000 = 8,000 Recall Notice Qty = (Rel Shipper Qty / Hours Left) x 24 (16,000 / 16) x 24 = 24,000 Repl Shipper Qty = Release Qty – Rel Shipper Qty.

Recall Notice Cycle	Recall Effective Time	EPC	Recall Notice Qty	Repl Shipper Qty	Rel Shipper Qty (- Hours Left)	Calculation
Intraday 2	9:00 pm	12,000	24,000	12,000	12,000 - {12}	9 am to 9pm = 12 hours EPC = $12/24 \times 24,000 = 12,000$ Recall Notice Qty = (Rel Shipper Qty / Hours Left) x 24 (12,000 / 12) x 24 = 24,000 Repl Shipper Qty = Release Qty – Rel Shipper Qty.

Example 1-2: The Release Quantity is 24,000 Dekatherms. Releasing Shipper provides a notification of recall to the Transportation Service Provider for less than the 100 % of the released quantity.

Recall Notice Cycle	Recall Effective Time	EPC	Recall Notice Qty	Repl Shipper Qty	Rel Shipper Qty - (Hours Left)	Calculation
Timely / Early Evening / Evening	9:00 am	0	12,000	12,000	12,000 - {24}	
Intraday 1	5:00 pm	8,000	12,000	16,000	8,000 - {16}	9 am to 5pm = 8 hours EPC = $8/24 \times 24,000 = 8,000$ Recall Notice Qty = (Rel Shipper Qty / Hours Left) x 24 (8,000 / 16) x 24 = 12,000 Repl Shipper Qty = Release Qty – Rel Shipper Qty.
Intraday 2	9:00 pm	12,000	12,000	18,000	6,000 - {12}	9 am to 9pm = 12 hours EPC = $12/24 \times 24,000 = 12,000$ Recall Notice Qty = (Rel Shipper Qty / Hours Left) x 24 (6,000 / 12) x 24 = 12,000 Repl Shipper Qty = Release Qty – Rel Shipper Qty.

Example Set 2: Capacity recall expressed in terms of adjusted total released capacity entitlements based upon the elapsed prorata capacity.

Example 2-1: The Release Quantity is 24,000 Dekatherms. Releasing Shipper provides a notification of recall to the Transportation Service Provider of the quantity equal to the Release Capacity Quantity less the EPC.

Recall Notice Cycle	Recall Effective Time	EPC	Recall Notice Qty	Repl Shipper Qty	Rel Shipper Qty – Hours Left	Calculation
Timely / Early Evening / Evening	9:00 am	0	24,000	0	24,000 - 24	
Intraday 1	5:00 pm	8,000	16,000	8,000	16,000 - 16	9 am to 5pm = 8 hours EPC = $8/24 \times 24,000 = 8,000$ Rel Shipper Qty = Lesser of: 1) Recall Notice Qty = 16,000 or 2) Rel Qty – EPC = 16,000 Repl Shipper Qty = Release Qty – Rel Shipper Qty
Intraday 2	9:00 pm	12,000	12,000	12,000	12,000 - 12	9 am to 9pm = 12 hours EPC = $12/24 \times 24,000 = 12,000$ Rel Shipper Qty = Lesser of: 1) Recall Notice Qty = 12,000 or 2) Rel Qty – EPC = 12,000 Repl Shipper Qty = Release Qty – Rel Shipper Qty

Example 2-2: The Release Quantity is 24,000 Dekatherms. Releasing Shipper provides a notification of recall to the Transportation Service Provider of the quantity equal to less than 100% of the Released Capacity.

Recall Notice Cycle	Recall Effective Time	EPC	Recall Notice Qty	Repl Shipper Qty	Rel Shipper Qty – Hours Left	Calculation
Timely / Early Evening / Evening	9:00 am	0	12,000	12,000	12,000 - 24	

Recall Notice Cycle	Recall Effective Time	EPC	Recall Notice Qty	Repl Shipper Qty	Rel Shipper Qty – Hours Left	Calculation
Intraday 1	5:00 pm	8,000	8,000	16,000	8,000 - 16	<p>9 am to 5pm = 8 hours EPC = $8/24 \times 24,000 = 8,000$</p> <p>Rel Shipper Qty = Lesser of: 1) Recall Notice Qty = 8,000 or 2) Rel Qty – EPC = 16,000</p> <p>Repl Shipper Qty = Release Qty – Rel Shipper Qty</p>
Intraday 2	9:00 pm	12,000	6,000	18,000	6,000 - 12	<p>9 am to 9pm = 12 hours EPC = $12/24 \times 24,000 = 12,000$</p> <p>Rel Shipper Qty = Lesser of: 1) Recall Notice Qty = 6,000 or 2) Rel Qty – EPC = 12,000</p> <p>Repl Shipper Qty = Release Qty – Rel Shipper Qty</p>