Commission Regulation (EU) 2017/459 of 16 March 2017 establishing a network code on capacity allocation mechanisms in gas transmission systems and repealing Regulation (EU) No 984/2013 (Text with EEA relevance)

#### CHAPTER V

#### INCREMENTAL CAPACITY PROCESS

## Article 24

## Combination into single economic test

- 1 In order to facilitate the offer of bundled capacity products, individual economic test parameters of the involved transmission system operators for a given offer level shall be combined into a single economic test.
- 2 The single economic test shall consist of the following parameters:
  - a the present value of binding commitments of network users for contracting bundled capacity, which is the sum of the values according to Article 22(1)(a) of the involved transmission system operators;
  - b the sum of the individual present values of the estimated increase in the allowed or target revenue of the involved transmission system operators that is attributable to the incremental capacity of a respective offer level;
  - the f-factor that defines the share of the parameter set out in point (b) that needs to be covered by the parameter set out in point (a) and allows all the involved transmission system operators individually to cover their upfront defined respective shares.
- 3 The outcome of the single economic test application shall be positive where all underlying economic tests result in positive outcomes as set out in Article 22(2)(a) taking into account a possible redistribution of revenues according to paragraphs 4 and 5. Otherwise, the outcome of the single economic test application shall be negative.
- In case a redistribution of revenues could potentially lead to a decrease in the level of binding commitments of network users for contracting capacity required for a positive single economic test outcome, transmission system operators may submit to the relevant national regulatory authorities for coordinated approvals the mechanisms for a redistribution of revenues from incremental capacity.
- 5 A redistribution of revenues may be carried out as follows:
  - a during the process of integrating the individual economic test parameters into a single economic test;
  - b in case the single economic test has a negative outcome while at the same time the level of binding commitment of network users for contracting capacity exceeds the minimum required to cover the individual present value of the increase in the allowed or target revenue for at least one of the involved transmission system operators.

## **Changes to legislation:**

There are outstanding changes not yet made to Commission Regulation (EU) 2017/459. Any changes that have already been made to the legislation appear in the content and are referenced with annotations.

View outstanding changes

## Changes and effects yet to be applied to:

Art. 24(1) words inserted by S.I. 2019/531 Sch. 4 para. 17

# Changes and effects yet to be applied to the whole legislation item and associated provisions

- Signature words omitted by S.I. 2019/531 Sch. 4 para. 28
- Art. 3(13) words substituted by S.I. 2019/531 Sch. 4 para. 3(3)
- Art. 3(15) words substituted by S.I. 2019/531 Sch. 4 para. 3(4)
- Art. 3(16) words substituted by S.I. 2019/531 Sch. 4 para. 3(5)
- Art. 3(26)(27) inserted by S.I. 2019/531 Sch. 4 para. 3(6)
- Art. 6(1)(a)(7) inserted by S.I. 2019/531 Sch. 4 para. 6(5)
- Art. 6(1)(a)(5) word omitted by S.I. 2019/531 Sch. 4 para. 6(4)(a)
- Art. 6(1)(a)(5) words inserted by S.I. 2019/531 Sch. 4 para. 6(4)(b)
- Art. 6(1)(a)(3) words omitted by S.I. 2019/531 Sch. 4 para. 6(3)
- Art. 6(1)(a)(1) words substituted by S.I. 2019/531 Sch. 4 para. 6(2)
- Art. 6(1A) inserted by S.I. 2019/531 Sch. 4 para. 6(6)
- Art. 19(10) inserted by S.I. 2019/531 Sch. 4 para. 14(4)
- Art. 26(12)(a) substituted by S.I. 2019/531 Sch. 4 para. 18(6)
- Art. 28(1A) inserted by S.I. 2019/531 Sch. 4 para. 20(3)
- Art. 29(3)(a) words inserted by S.I. 2019/531 Sch. 4 para. 21(3)