Open Gate Yard Demurrage

On May 16, we announced changes to the CSXT 8100 Publication that will be effective on July 1. The following language was added to Item 2.4 – Open Gate Yard Demurrage.

Demurrage charges will also apply to railcars, subject to Open Gate delivery, that cannot be delivered due to the Customer’s facility being full, Customer having more railcars arrive than the Customer’s facility can accept, or due to any other Customer reason. The charge for Open Gate Yard Demurrage is $75.00 per railcar per Day. Customers may verify which railcars are subject to Open Gate delivery in ShipCSX.

CSXT calculates and bills Open Gate Yard Demurrage on a weekly basis for activity for two weeks prior. Charges will only apply on scheduled service days. At the close of the billing cycle, the number of cars that were eligible for Open Gate Yard Demurrage are totaled as well as any credits created from Railroad misses that were reported during that week.

Credits are given to a customer when the Railroad reports an exception due to the fault of the Railroad. Each car reported as a Railroad failure will be given one credit. Credits accumulated for a specific day are not eligible to offset charges for the same day, they will roll to the next day. Credits will continue to carry forward until the available capacity equals the available cars in the yard for placement.

If the car count exceeds the credits, an Open Gate Yard Demurrage bill will be issued at the applicable rate.

How does Open Gate Yard Demurrage Work?

- A snapshot will be taken on scheduled service days at the same time each of those days. The snapshot will capture three items:
  - # of Open Gate cars available in the yard for placement
  - # of cars that have been released by the customer
  - # of available spots in the industry (including released cars)

- If the number of cars planned for placement exceeds the available spots in the facility including the number of cars released to be pulled, or if there are Customer exceptions reported, then Open Gate Yard Demurrage will be applicable for that day.
Where do I find my Yard Cut-off Time?

Yard Cut-off time and Capacity can be found on ShipCSX Plant Switch tool in the Inventory/Switch Request tab. The Yard Cut-off time is the time a customer should have all their releases in ShipCSX.

Please also review your capacity and days of service on this screen to make sure they are accurate.

What happens when planned cars are not switched due to a Railroad reason?

If the exception reported is a Railroad reason, CSXT will give 1 credit for each car reported with this reason code. If a customer continues to be over capacity due to a prior Railroad exception, the credit(s) will continue to carry forward until cars planned for placement do not exceed available capacity. A customer can be charged for over capacity cars on the same day a Railroad exception is reported. The credit is applied to the next scheduled service day if there are chargeable cars.

How often will bills be issued?

Open Gate Yard Demurrage bills are issued every Monday for activity two weeks prior. CSXT only bills this charge on scheduled service days and the daily charge is $75.00 per car regardless of car type.

Open Gate Yard Demurrage covers both Railroad and Private cars as well as loads and empties that are in CSXT’s serving yards. Customers may receive an Open Gate Yard Demurrage bill as well as a standard demurrage bill. For those customers who have Closed Gate cars or Railroad cars that are placed at a customer’s facility demurrage will be billed under the standard demurrage program that we have in place. For more information on the standard demurrage program, please review section 2 of the CSXT 8100 Publication.

***As an Open Gate customer, cars can no longer be ordered for placement in the Plant Switch tool in ShipCSX. If you need to order a specific car, then a request needs to be made to change to Closed Gate.
### Example # 1 – Over Capacity Example

**Days of Service:** M, W, F  
**Yard Cut-Off:** 0700  
**Capacity:** 10

<table>
<thead>
<tr>
<th></th>
<th>Monday</th>
<th>Wednesday</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Cars in Yard</td>
<td>15</td>
<td>12</td>
<td></td>
</tr>
<tr>
<td>Cars Released</td>
<td>0</td>
<td>8</td>
<td></td>
</tr>
<tr>
<td>Available Capacity</td>
<td>10</td>
<td>10</td>
<td></td>
</tr>
<tr>
<td>Cars Placed</td>
<td>8</td>
<td>10</td>
<td></td>
</tr>
<tr>
<td>Railroad Exceptions</td>
<td>2</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td>Cars Remaining in Yard</td>
<td>7</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Cars Over Capacity</td>
<td>5</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>OGYD Event Applied</td>
<td>5</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Applied Credits</td>
<td>0</td>
<td>2</td>
<td></td>
</tr>
<tr>
<td>Chargeable Cars</td>
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<td>0</td>
<td></td>
</tr>
<tr>
<td><strong>Total Charges</strong></td>
<td><strong>$375</strong></td>
<td><strong>$0</strong></td>
<td></td>
</tr>
</tbody>
</table>

- On Monday, two cars were reported as a Railroad exception. Each car was given one credit and the credits were applied to Wednesday.
- On Monday, there were five cars over capacity at the snapshot time (before the RR exceptions were reported) so five cars were charged for Open Gate Yard Demurrage.
- On Wednesday, the two RR credits off set the two cars that were over capacity.

### Example # 2 - Customer Exception Example

**Days of Service:** M, W, F  
**Yard Cut-Off:** 0700  
**Capacity:** 10

<table>
<thead>
<tr>
<th></th>
<th>Monday</th>
<th>Wednesday</th>
<th>Friday</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cars in Yard</td>
<td>15</td>
<td>12</td>
<td>11</td>
</tr>
<tr>
<td>Cars Released</td>
<td>0</td>
<td>8</td>
<td>6</td>
</tr>
<tr>
<td>Available Capacity</td>
<td>10</td>
<td>10</td>
<td>10</td>
</tr>
<tr>
<td>Cars Placed</td>
<td>8</td>
<td>6</td>
<td>10</td>
</tr>
<tr>
<td>Customer Exceptions</td>
<td>2</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Railroad Exceptions</td>
<td>0</td>
<td>4</td>
<td>0</td>
</tr>
<tr>
<td>Cars Remaining in Yard</td>
<td>7</td>
<td>6</td>
<td>1</td>
</tr>
<tr>
<td>Cars Over Capacity</td>
<td>5</td>
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<td>1</td>
</tr>
<tr>
<td>OGYD Event Applied</td>
<td>7</td>
<td>6</td>
<td>1</td>
</tr>
<tr>
<td>Applied Credits</td>
<td>0</td>
<td>0</td>
<td>4</td>
</tr>
<tr>
<td>Chargeable Cars</td>
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<tr>
<td><strong>Total Charges</strong></td>
<td><strong>$525</strong></td>
<td><strong>$150</strong></td>
<td><strong>$0</strong></td>
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</table>

- On Monday, two cars were reported as a Customer Exception. These are chargeable cars in addition to the cars over capacity.
- On Wednesday, four cars were reported as a Railroad exception. Each car was given one credit and the credits were applied to Friday.
Steps for Reviewing Open Gate Yard Demurrage:

In ShipCSX, go to the Pay tab and select Demurrage Charges. Next, select Open Gate Yard Demurrage in the gray bar.

- **Open Gate Yard Demurrage** – cars that were applied OGYD event
- **Applied Credits** – cars reported with Railroad exceptions
- **Pending** – activity that has not billed yet
If you select one of the dates on the far left column labeled “Week Starting”, it will take you to the Week Starting Summary page:

Lastly, if you select one of the numbers under a specific day, it will take you to the Equipment screen with the details of the type of miss.

Subscribe to Open Gate Over Capacity Notices in the ShipCSX Notifications & Subscriptions module, call our eSolutions team at 1-877-744-7279, option 2, 1 or email eBusinesshelp@csx.com for assistance.
**Key Points**

- Review Capacity, Days of Service, and Yard Cut-off time in ShipCSX
- Release as many cars as possible prior to Yard Cut-Off time
- Each scheduled service day is a new day for Open Gate Yard Demurrage. There is no “demurrage clock.”
- Credits will carry forward until the number of planned cars in the yard is equal to or less than the customer’s available capacity.
- Billing cycle is weekly.