

LCN Fund Full Submission

Supplementary Answer Form

Tick if this answer is Confidential: ☐

Tick if this answer has been provided verbally: ☐

Project code:	UKPN2002	Question Number	19
Question date	06 October 2011	Answer date	13 October 2011
Submission section question relates to	Connections		
Topic	Section 7		
Question	Can you please explain which aspects of the common connection charging methodology (CCCM) which you consider you may have difficulty complying with in the trial and which have caused you to highlight that you may need to seek relief from it. (Section 7)		
Notes on question			
Answer	<p>The circumstances under which a derogation from CCCM would be required are described in Section 7 of the FPP pro-forma and A3_UKPN2002.</p> <p>Under the common connection charging methodology (CCCM) enforced through SLC14, new or enhancements to existing connections must be charged to customers in a non-discriminatory manner.</p> <p>Normally, any increase in network capacity to benefit a particular customer and enable its connection (or enhanced connection) would need to be funded by that customer in line with the relevant cost apportionment factor (CAF) as calculated under the CCCM rules. As the FPP project will fund the installation of new smart technologies, subject to the success of the trial, the customer would benefit from an enhanced connection capacity without having funded its contribution appropriately and in accordance with the existing CCCM.</p> <p>In addition, the FPP project will be testing the concept and need for non-firm capacity in order to provide new connections to the network. As the CAF is based on the customers' proportion of an enhancement to firm capacity there may be a</p>		

	need to revisit the CCCM rules following these trials.
Attachments	
Verbal Clarifications (Consultants)	