

Andrew Self
Targeted Charging Review Team
OFGEM

Your Ref

Our Ref
JS0050p/em

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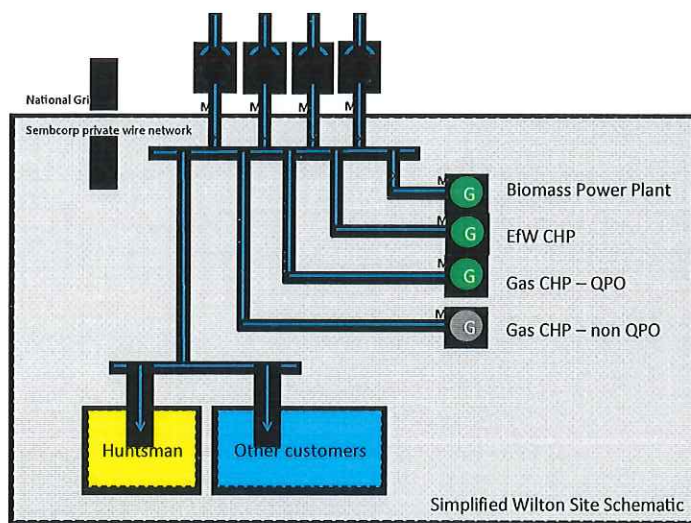
Date
1st Feb 19

Dear Andrew

Huntsman Polyurethanes UK Ltd response to OFGEM's Targeted Charging Review

Background

Huntsman PU Ltd is an Energy Intensive Industry operating within the Wilton International Manufacturing Site on Teesside (alongside a number of other operators). All of the plants are connected to a private wire network operated by Sembcorp Utilities (license exempt distributor) which is in turn connected to the Transmission Network (NGET). Sembcorp also operate a number of on site generators and we understand the site is classed as one single (demand) BMU.



Consultation response (Q3 & Q4)

Huntsman are keen to ensure that the proposed changes by OFGEM do not place it at a disadvantage compared to similar sized operators connected to the Distribution Network (i.e. not embedded within a private network). Whilst Sembcorp's private network is connected to the Transmission network at 66kV (by virtue of some much larger consumers on site) Huntsman's demand is relatively modest (<40,000MWh pa) and is supplied at 11kV.

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Huntsman Polyurethanes in the UK is part of Huntsman Polyurethanes (UK) Limited

It is not clear from our reading of the consultation document exactly how OFGEM intend to deal with sites of this nature. We assume that the proposed £547k charge (para 4.47) would only be levied once for the total site and that Sembcorp would then allocate this charge out across the site users on a non-discriminatory basis.

Yours Sincerely



JOHN SHIPMAN
Site Operations Manager