

Electricity Network Innovation Competition Full Submission
Supplementary Answer Form

Project: OSEAIT

Tick if this answer has been provided verbally: ☐

Project code	NGET_OSEAIT	Question Number	27
Question date	17 September 2015	Answer date	22 September 2015
Submission section question relates to	Section 7		
Topic	Regulatory Issues		
Question	You mention that revenue may be generated from this facility - how would this occur if the facility is used on a fully absorbed cost basis?		
Notes on question	We have assumed this question refers to the time during the NIC period.		
Answer	<p>If a deviation from Standard Licence Condition B9 is allowed, we would just charge GB licensees for the additional consumables required for the project when using the facility. This would mean that no additional revenue would be generated from this facility from GB licensees' innovation projects.</p> <p>Third parties wishing to use the facility will be charged on normal commercial terms, which would generate revenue for the facility.</p> <p>This revenue will be used to repay the consumers' contribution to this bid. It is proposed that this repayment occurs through reduced TNUoS charges.</p> <p>Once full repayment has been made, revenue will be shared as per the regulatory sharing factor at the time.</p>		
Attachments			