To:

Electricity Distribution, Gas Distribution, Gas Transmission, Electricity Transmission licensees and other stakeholders



Email: reopenerconsultations@ofgem.gov.uk

Date: 10 February 2025

Dear Company Secretaries and Stakeholders,

## Erratum Notice - Final Determinations on RIIO-2 re-opener applications 2024: Electricity Transmission, Electricity Distribution and Gas Distribution

In December 2024, we<sup>1</sup> published our Final Determination of our determined efficient cost allowance for re-opener application submissions we received in January 2024 from Electricity Transmission, Electricity Distribution and Gas Distribution network companies.<sup>2</sup>

It has come to our attention, however, that there are a number of minor errors contained in some of the published Final Determination documents (FD). It is therefore necessary to consolidate all the necessary changes as part of this housekeeping amendments to the relevant documents.

We have amended calculation errors relating to Cadent's Diversions and Loss of Development Claims Policy Re-opener and New Large Load Connections Re-opener allowances. This has resulted in an increase in allowance of £4.04m, details of which are set out in **Appendix 1.** 

Attached to this letter in **Appendix 1**, is an error log setting out the identified errors and the amendments we made to correct them. Alongside this erratum notice, we have republished the relevant 'revised' Final Determination documents.

<sup>&</sup>lt;sup>1</sup> References to the "Authority", "Ofgem", "we" and "our" are used interchangeably in this document. The Authority refers to GEMA, the Gas and Electricity Markets Authority. The Office of Gas and Electricity Markets (Ofgem) supports GEMA in its day to day work.

<sup>&</sup>lt;sup>2</sup> <u>Final Determinations on RIIO-2 re-opener applications 2024: Electricity Transmission, Electricity Distribution and Gas Distribution | Ofgem</u>

Yours faithfully,

Evan Alaa

**Senior Policy Manager** 



## Appendix 1: Errata List for the Final Determinations on RIIO-2 re-opener applications 2024

## Changes made in February 2025

Document	Page/paragraph	Error - Note	Correction
	reference		
RIIO-2 Re-opener	Page 13	Table ED4, SPEN accepted initiatives says 4	Proposal accepted column deleted
Applications 2024 Final		instead of 5.	
Determination - ED			
Annex			
RIIO-2 Re-opener	Page 13	Table ED4, SPEN FD Allowance incorrectly stated	Allowance amended to the correct amount
Applications 2024 Final		£12.76m. This is a typological error and should	of £21.76m
Determination - ED		state £21.76m.	
Annex			
RIIO-2 Re-opener	Page 15	Table ED6, NGED, NPg, and SPEN allowances are	SPEN, NGED and NPg's allowances have all
Applications 2024 Final		incorrect:	been updated with the accurate associated
Determination - ED		NGED: the NGED row has the SPEN	figures.
Annex		numbers,	
		NPg: the NPg row has the NGED numbers	

Document	Page/paragraph	Error - Note	Correction
	reference		
		SPEN: the SPEN row has the NPg numbers.	
RIIO-2 Re-opener	Page 21	Incorrect proposals and costs noted in Table ED9,	Table ED9 has been amended to reflect the
Applications 2024 Final		were as noted:	correct proposals and costing.
Determination - ED		Additional generators for vulnerable customers –	
Annex		should not have been listed, instead it should have	
		included Proactive Support – Hospital Bed, costing	
		£0.03m;	
		Digital Switchover Support for Vulnerable	
		Customers- requested funding was £23.5m.	
		Instead, it should be £13.4m;	
		Proactive Support – Medical equipment back up –	
		requested funding was noted as £0.03m. Instead,	
		it should be £23.5m; and	
		Warm Customer Communication Hubs - requested	
		funding was noted as £13.4m. Instead, it should	
		be £2.3m;	
RIIO-2 Re-opener	Page 47	Paragraph 3.23 relating to the units and cost of	The cost has been amended to reflect the
Applications 2024 Final		UKPNs Auto Reclose Penetration proposal has the	correct amount of £1.63m, this has also
Determination - ED		incorrect cost stating it was 116 units (61 EPN and	been amended in Table ED16 of the
Annex		55 SPN) costing £0.89m instead of £1.63m.	revised FD document for the ED annex.

Document	Page/paragraph	Error - Note	Correction
	reference		
RIIO-2 Re-opener	Page 58	SPEN SARt summary is missing an asterisk next to	Asterisk added
Applications 2024 Final		proposal 1 for indirects uplift.	
Determination - ED			
Annex			
RIIO-2 Re-opener	Tables GD2 , GD3,	Diversions and Loss of Development Claims Policy	Errors have been corrected and reflect our
Applications 2024 Final	GD4 and	Re-opener: errors with named diversion projects,	revised FD document for the GD annex.
Determinations GD	Paragraphs 3.19,	environmental diversions (Ulverston and	These corrections will also be reflected
annex	3.27, 3.36, 3.37,	Butterwick) and encroached services allowances.	when we publish Cadent's direction, as per
	3.38.	We awarded Cadent £39.64m for these activities,	GD annex paragraph 3.16.
		which should be £42.13m (variance of £2.49m).	
RIIO-2 Re-opener	Tables GD2, GD8,	New Large Load Connections Re-opener: we	Errors have been corrected and reflect our
Applications 2024 Final	GD9 and paragraph	awarded Cadent £12.93m which should be	revised FD documents for the GD annex.
Determinations GD	5.10.	£14.48m (variance of £1.55m).	
annex			
RIIO-2 Re-opener	Table GD7	Multi Occupancy Buildings (MOBs) Safety Re-	Errors have been corrected and reflect in
Applications 2024 Final		opener: total company request £18.23m which	our revised FD documents for the GD
Determinations GD		should be £38.61m. Individual network line	annex.
annex		requests correct and add up to £38.61m.	
RIIO-2 Re-opener	Page 8	Figure 1 title incorrectly labelled as 'Navigating our	Error has been corrected and reflected in
Applications 2024 Final		Draft Determination' It should state 'Navigating	the revised Final Determination – Core
Determination - Core		our Final Determination'	document, dated 10 February 2025.
Document			

Document	Page/paragraph	Error - Note	Correction
	reference		
RIIO-2 Re-opener	Page 14	The amendments made to the value of our draft	Error has been corrected and reflected in
Applications 2024 Final		determined funding allowance for Cadent's project	Table 2 of the revised Final Determination
Determination - Core		funding requests meant that Table 2 'Summary of	- Core document, dated 10 February 2025.
Document		Draft Determinations' included incorrect total draft	
		determined allowance value for Cadent.	
RIIO-2 Re-opener	Page 16	The amendments made to the value of our final	The values in the text in paragraph 2.10
Applications 2024 Final		determined funding allowance for Cadent's project	have been updated to reflect the impact of
Determination - Core		funding requests had a consequential effect on the	Cadent's corrected allowances.
Document		values contained in the text in paragraph 2.10,	
		which require amendments.	
RIIO-2 Re-opener	Page 17	The amendments made to the value of our final	The values in Table 3 have been updated
Applications 2024 Final		determined funding allowance for Cadent's project	to reflect the impact of Cadent's corrected
Determination - Core		funding requests had consequential effects on the	allowances.
Document		values contained in Table 3.	
RIIO-2 Re-opener	Page 20	The amendments made to the value of our final	The values in the text in paragraph 2.15
Applications 2024 Final		determined funding allowance for Cadent's project	have been updated to reflect the impact of
Determination - Core		funding requests had a consequential effect on the	Cadent's corrected allowances.
Document		values contained in the text in paragraph 2.15,	
		which require amendments.	
RIIO-2 Re-opener	Page 22	The amendments made to the value of our final	The values in Table 4 have been updated
Applications 2024 Final		determined funding allowance for Cadent's project	to reflect the impact of Cadent's corrected
Determination - Core		funding requests had consequential effects on the	allowances.
Document		values contained in Table 4.	