

Company Secretary The Energy Network Company Energy House Woolpit Business Park Woolpit Bury St Edmunds Suffolk IP30 9UP

Promoting choice and value for all customers

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Cc: Glenda Simons (email only)

Date: 21 April 2008

## Dear Colleague

## Authority decision on the form of Use of System Charging Statement

The Energy Network Company ("ENC") is required by standard licence condition (SLC) 4A(1) (Charges for Use of System) to prepare a use of system (UoS) statement, in a form approved by the Authority, which sets out the basis on which charges will be made for UoS.

ENC requested approval of a change to the form of its charging statement on 11 April 2008.

ENC has chosen to update its charging statement in line with the ongoing work of the Energy Networks Association (ENA) to develop a common SLC 4A template for distribution licensees. In adopting this common template, ENC has streamlined the charging statement so that the charges which it details more accurately reflect the requirements of the licence condition. ENC has also proposed to detail charges that are made for services other than those pursuant to SLC 4A in a separate statement of miscellaneous services.

The Authority considers that the revised UoS charging statement is more transparent and in line with the requirement of SLC 4A to which the statement is pursuant. In adopting the proposals resulting from the conclusions of the ENA working group, ENC's statement both aids clarity and strives to achieve commonality across distribution licensees.

The Authority has reviewed the revised statement and approves the form of your use of system charging statement.

If you have any questions in relation to this letter please contact Mark Askew at <u>mark-askew@ofgem.gov.uk</u> or on 0207 901 7022.

Yours faithfully,

**Rachel Fletcher Director, Distribution** Signed on behalf of the Authority and authorised for that purpose by the Authority