

LCNF Full Submission

Supplementary Answer Form

DNO Name:	SEPD	Question Number:	SSE033
Question Date:	23 rd Sept 2010	Answer Date:	24 th Sept 2010
Question Topic:			

Original Question No:		Original Answer Date:	
Original Question:			
Original Answer:			

Question:	Can you confirm that the UoS tariffs levied on customers (incl. I&C) participating in the trial will remain as per your current charging methodology and that any payments made to these customers will be purely for participation in the trial?
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Answer:	<p>We can confirm that the UoS tariffs levied on all customers participating in the trial will remain as per our current charging methodology. As stated previously, for customers that agree to being involved in LCN trials, it is our intention to make <i>ex gratia</i> payments to customers (or their agents) to recognise their participation. Going forward, we would seek to develop our charging statement to accommodate these new arrangements on an enduring basis.</p> <p>We are, however, also seeking to encourage large customers to shift and flex demand patterns. This will require designing new commercial arrangements, including incentive schemes to promote participation. As with domestic customers, we intend to make <i>ex gratia</i> payments to I&C customers to facilitate this for the purposes of the trial. In the longer-term, it is our intention to develop these as Ancillary Services.</p> <p>If, as part of more enduring arrangements, changes are required to our charging methodology, they will require Authority approval and we will therefore work closely with Ofgem whilst we develop these products to ensure that current licence obligations continue to be met.</p>
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Attachments:	
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