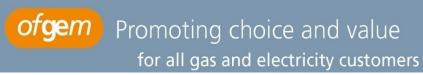


### Ofgem questions for DNOs

18<sup>th</sup> June 2012



General Enquiries	Interruptions	Connections		
Output – Customer Satisfaction				
Broad Measure of Customer Satisfaction				
	SE (+0.2%)			
	Complaints (-0.5%)			
	CSS (+0.8/-0.5%)			
General Enquiries (+0.16 /-0.1%)	Interruptions (+0.32 /- 0.2%)	Connections (+0.32 /- 0.2%)		
	Interruptions Incentive Scheme			
Guaranteed Standards of Performance		Connection GSOP		
DPCR5 Licence				



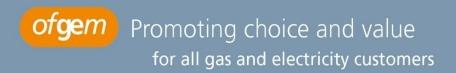
#### **Broad Measure and Social Issues**

Issue/opportunity	Questions
Development of RIIO-ED1 broad measure	•What is appropriate Broad Measure exposure? How should this be split?
Do DNOs have a social role? What is the scope of this social role(vulnerable, fuel poor customers, community partnerships)?	<ul> <li>Is this an incentive or licence condition?</li> <li>Should this incentive sit outside of Broad Measure? Or should it be linked to SE?</li> <li>Output measure or Incentive?</li> <li>Proportionate reward size? Consistent w/ DRS?</li> </ul>



### **Connection Issues**

Issue/opportunity	Questions
The connection quotation acceptance rate is low for some connection types.	<ul> <li>•What is causing this? Is it in DNOs control to reduce this figure?</li> <li>•Should we incentivise DNOs to improve this figure?</li> <li>•Should reasons be captured within Broad Measure?</li> <li>•Should we design a specific output linked to access to information/cost transparency?</li> </ul>
Major connections have different concerns to minor connections	<ul> <li>Are the views of major connection customers underrepresented in CSAT?</li> <li>Should we develop a new survey for major connection customers? ? Eg Qualitative survey.</li> <li>Should major connections be part of the Broad Measure?</li> <li>What financial incentive should we attach to minor and major connections?</li> </ul>
Average time of connection remains an issue for minor and major users .	<ul> <li>Is this incentivised as part of the Broad Measure through CSAT?</li> <li>Should it be output driven and outside BM?</li> <li>If this sits outside, is their potential for the DNOs to receive rewards/penalties twice?</li> </ul>



## Stakeholder Engagement and complaints metric

Issue/opportunity	Questions
Stakeholder Engagement - scope and design of the incentive in view of linkage to Social Incentive and Major users service issues	<ul> <li>Can we target specific groups to encourage engagement throughout price control? Eg large users, DG customers, vulnerable customers, fuel poor .</li> <li>Should the financial reward be increased?</li> </ul>
Complaints metric design to be reviewed	<ul> <li>Are the current weightings driving improvement in the complaints service provided by DNOs?</li> <li>Is Ombudsman component weighted to high?</li> <li>Is the minimum level of penalty set too low?</li> </ul>



# Potential RIIO-ED1 customer satisfaction design

General Enquiries	Interruptions	Connections		
Output – Customer Satisfaction				
Broad Measure of Customer Satisfaction				
	SE			
	Complaints			
	CSS			
General Enquiries	Interruptions	Connections		
		Minor Major		
	Interruptions Incentive Scheme	Ave time to connect		
		Quo to Completion		
Guaranteed Standards of Performance		Connection GSOP		
RIIO-ED1 Licence				

RIIO-ED1 - Customer Satisfaction (potential design)



Promoting choice and value for all gas and electricity customers