LCN Fund Full Submission

Supplementary Answer Form

Tick if this answer is Confidential: ☐

Tick if this answer has been provided verbally: ☐

Project code:	NPGT202/1	Question Number	NPG021
Question date	11/09/12	Answer date	13/09/12
Submission section question relates to	Section 9		
Topic	Successful Delivery Reward Criteria		
Question	NPG provided a set of revised Successful Delivery Reward Criteria in their presentation material on 4th September. Please can they provide these in a formal question response.		
Notes on question			
Answer	**SDRC 1** *Criterion:* • Produce robust recommendations on measures required for DNOs to make use of demand side response (DSR) based on robust trialling of the Methods. *Evidence:* • Initial customer engagement plan submitted for approval by Ofgem in July 2013 for the DNO-TSO trials and September 2013 for the multi-party trials. • Initial customer recruitment for the network operator trials completed by December 2013 and for multi-party trial by November 2014. • Analysis of results of customer engagement and participation produced by December 2016. • Report setting out the contribution DSR can make to DNOs and recommendations on measures required to allow DNOs to make use of DSR produced by December 2016.		

SDRC 2

Criterion:

- Produce recommendations on measures required for DNOs to trade and share DNO-storage based on robust trialling of the Methods.

Evidence:

- Trial design document determining how to design electrical energy storage (EES) element of trial for robust results produced by February 2014.
- Technical requirements for EES to participate in trials specified by December 2013.
- Analysis of results of the trials relating to storage produced by December 2016.
- Report setting out the contribution storage can make to DNOs and recommendations on measures required to allow DNOs to trade and share storage produced by December 2016.

SDRC 3

Criterion:

- Ensure technology is in place to allow the project to access flexibility which will demonstrate robust and applicable trialling of each Method.

Evidence:

- Monitoring equipment in place by start of trials: December 2013 for the DNO-TSO trials and November 2014 for the multi-party trials.
- British Gas technologies for the trial in place by November 2014.
- Platform commissioned by October 2014.

SDRC 4

Criterion:

- Design and undertake robust network operator (DNO-TSO) trial, analyse the results and produce recommendations.

Evidence:

- Trial design document produced by October 2013.
- Operating procedures and commercial frameworks for the trial produced by December 2013.
- Trial undertaken December 2013-June 2014.
- Assessment of trial produced by December 2014.

SDRC 5

Criterion:

- Design and undertake robust multi-party trial, analyse the results

	and produce recommendations. *Evidence:* • Evidence to inform whether or not to proceed with the multi-party trial produced by October 2013 • Results of the techno-economic modelling to inform multi-party trial design produced by May 2014. • Results of social research to inform the design of the multi-party market produced by May 2014. • .Market design document produced by May 2014. • Trial design document produced by September 2014. • Prototype market trading platform delivered by the end of November 2014. • Multi-party trials undertaken from winter 2014/15 to winter 2015/16. • Assessment of trials produced by December 2016. **SDRC 6** *Criterion:* • Produce recommendations and roadmaps which set out how the Methods could best be applied to all DNOs, and communicate this learning. *Evidence:* • Engineering guidelines and codes of practice for use of flexibility by a DNO produced by December 2016. • Six-monthly progress reports submitted to Ofgem throughout the Project. • Economic, social and technical evaluation of both Methods produced by December 2016. • Close down report submitted to Ofgem in December 2016. • Roadmap for network operator trilateral contracts by January 2015. • Roadmap for multi-party market by December 2016. **SDRC 7** *Criterion:* • Ensure a plan has been created which enables the Project to deliver the key project milestones and outputs. *Evidence:* • Project structure populated with identified resources issued by July 2013. • Project management methodology description, project governance framework and detailed project plan issued by July 2013.

Attachments	
Verbal Clarifications (Consultants)	