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| **Draft Determination Publication** | |
| **Network Queries** | |
| **Network Reference number** | SGN\_DDQ\_Q89 |
| **Licence** | SGN |
| **Topic/Activity:** | Cost Efficiency |
| **Question:** | Relating to model (10) OngoingEfficiency.  We understand that the submitted ongoing efficiency values for each GDN are provided on a compound annual basis. However, we note that the submitted efficiency for NGN does not appear to be compounded. Could Ofgem please clarify whether NGN’s submitted efficiency values should be converted to a compound annual basis in order to enable a like-for-like comparison with the submitted efficiency values of the other GDNs? For reference, see [10] Ongoing Efficiency, tab “Inp\_NetworkOE\_GD”, rows 110-116. |
| **Confidential [Yes/No]** | No |
| **DDQ raised by** | Danny Symes |
| **Date query raised** | 03/07/2020 |
| **Expected response date** | 10/08/2020 |
| **Ofgem Response:**  It appears that NGN values provided in 2.12 used to populate this table may not be correct (they currently represent those provided in the BPDT). We will need to check this with NGN. | |
| **Attachments:** | |