|  |  |  |
| --- | --- | --- |
| **Draft Determination Publication** | | |
| **Network Query** | | |
| **Network Reference number** | CADENT\_DDQ\_60 | |
| **Licence** | All Cadent Networks | |
| **Topic/Activity:** | Error 2 in MEAV calculation re MOBs SGN and WWU | |
| **Question:** | Our initial review of MEAV calculation in file MEAV.xslx has identified the following errors re MOBs:   1. Sc / So MOBs: from the BPDTs, SGN have around 63% of the industry’s MOBs MEAV. Given the profile of the issue in London GDN this seems highly implausible and contradicts the 2018/19 RRP, under which they would have around 14% of industry MOBs MEAV 2. WWU’s projections of mains and services growth are greatly higher than those actually achieved: the MEAV shows growth of 233 km p.a., as compared to average growth between 2013/14 and 2018/19 of 67 km p.a.  The projected pattern of growth is also implausible – with around half the projected growth being in Diameter Band F – with a high unit cost.     Can you please confirm this error. | |
| **Date query raised** | 30/7/20 | |
| **Date Sent** |  | |
| **Expected Response Date** | 4/8/20 | |
| **Response Received** |  | |
| **OfGEM Response:**  Thanks for pointing this out and for discussing these issues in our call on the 10th of August 2020. Please refer to the minutes of CAWG 15 (14th of August 2020) for details on the next steps. | | |
| **Attachments:** | | |