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| **Draft Determination Publication** | |
| **Network Queries** | |
| **Network Reference number** | SGN\_DDQ\_Q68 |
| **Licence** | SGN |
| **Topic/Activity:** | Cost Assessment - Transmission |
| **Question:** | Relating to RIIO-GD2 Engineering Justification Paper Reviews Annex (QEM).pdf (table on page 28)  We proposed £43.74m worth of funding for Compliance Transmission Scotland and Southern Networks. The QEM report indicates that this should be rejected however we can’t find any reference to this within our SGN Annex or any other associated documents. Please can you let us know if these costs have been allowed in full, allowed with deductions or disallowed.  If the project has been either:   1. allowed, please can you indicate where this funding can be found; or 2. allowed with deductions, please could you itemise the deductions applied and let us know where the funding can be found; or 3. disallowed, please can you provide a justification.   This additional information will enable us to review each individual area and enable us to adequately respond to the draft determination. |
| **DDQ raised by** | Danny Symes |
| **Date query raised** | 27/07/2020 |
| **Expected response date** | 03/08/2020 |
| **Ofgem Response:**  We have included this activity in our totex model, as we consider the work common across networks. As a result, the costs associated with this activity are included in the proposed LTS, Storage & Entry allowance figures. | |
| **Attachments:** | |