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| **Draft Determination Publication** | |
| **Network Queries** | |
| **Network Reference number** | NGN \_DDQ\_34\_Ongoing Efficiency |
| **Licence** | Gas Distribution |
| **Topic/Activity:** | Ongoing Efficiency Challenge |
| **Question:** | Re: [10] Ongoing Efficiency spreadsheet provided in riio\_gd\_model\_suit\_part\_2  Please could you provide data used to calculate percentages in EUKLEMs input tab, including any calculations adjusting for inflation and constant capital?  Please could you provide OBR data and calculations used to determine output gap and business cycles?  Please could you provide data and calculations used to calculate industry weightings in local tab?  Please could you provide data and calculations used to estimate GDN submitted ongoing efficiency percentages?  Please could you provide data and calculations used to estimate 0.2% adjustment for innovation funding? |
| **Confidential** | No |
| **DDQ raised by** | Dean Pearson, Economic Evaluation Lead, NGN |
| **Date query raised** | 30/07/2020 |
| **Expected response date** | 05/08/2020 |
| **Ofgem Response:**  Please see attached file used to calculate EU KLEMS weightings for our analysis.  Please see attached EU KLEMs data files.  Please see attached analysis of UK output gap.  The approach to calculating the 0.2% adjustment for innovation funding is set out on pg 23 - pg 26 of the Frontier Shift Annex report. Please see attached model for further details. | |
| **Attachments:** | |