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| **Draft Determination Publication** | | |
| **Network Query** | | |
| **Network Reference number** | CADENT\_DDQ\_33 | |
| **Licence** | All Cadent Networks | |
| **Topic/Activity:** | Uncertainty Mechanisms - Reduced Depth of Cover/Cathodic Protection/LTS Pipelines (Piggable and Non-Piggable) | |
| **Question:** | The RIIO-GD2 Engineering Justification Papers Review Annex (QEM) document (page 23) makes mention to the above topics being subject to uncertainty mechanisms.  However, upon reading the GD Annex, Core Document and Cadent Annex it is not clear how these will be dealt with as there is no specific mention to Uncertainty Mechanisms covering these categories.  Could you please advise where these appear and are detailed further in the documentation issued? Or whether the mechanism proposed by QEM has been rejected. | |
| **Date query raised** | 22/07/2020 | |
| **Date Sent** |  | |
| **Expected Response Date** | 2707/2020 | |
| **Response Received** |  | |
| **OfGEM Response:** For some proposed investments the Engineering Review recommended that a UM may be potentially appropriate, given uncertainties around costs and/or volumes and/or timings. This recommendation was one of several factors considered by Ofgem when determining whether to include a UM at DDs and what form, if any, a UM might take. The recommendation alone does not mean that we have included a UM for a specific investment. | | |
| **Attachments:** | | |