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| **Draft Determination Publication** | |
| **Network Queries** | |
| **Network Reference number** | SGN\_DDQ\_Q31 |
| **Licence** | SGN |
| **Topic/Activity:** | Capex – ICMDL’s |
| **Question:** | Relating to draft\_determinations\_-\_sgn\_annex.pdf (3.50)  *"The Industrial and Commercial Automated Meter Reading Equipment Replacement Programmes (ICMDL) have had a reduction to the costs associated with software and implementation. Submitted costs in this area were deemed high considering a centralised system can cover both networks."*  Can we confirm the basis of the assessment that lead to this conclusion as the SGN submission included a centralised system as part of the evaluation?  Can we confirm how this capex reduction is applied to each site in the programme of work? |
| **DDQ raised by** | Danny Symes |
| **Date query raised** | 23/07/2020 |
| **Expected response date** | 30/07/2020 |
| **Ofgem Response:**  We have shared the project deep dive assessment for this programme, which contains details of proposed adjustments and the rationale behind them. This should resolve this query. | |
| **Attachments:** | |