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| **Draft Determination Publication** | |
| **Network Queries** | |
| **Network Reference number** | NGN\_DDQ\_60 |
| **Licence** | Gas Distribution |
| **Topic/Activity:** | Formula Error in [3] Synthetic Costs |
| **Question:** | The Synthetic Costs £m figure for each network points to the unit cost for the EoE network. E.g. in the tab named Cal\_REPEX\_SyntheticCost\_Comp NGN's synthetic cost for Tier 1 Cast Iron 75mm is calculated by multiplying cell U12 in the Inp\_REPEX\_SyntheticUnitCosts tab with aggregated volumes. Cell U12 is the unit cost for the EoE. This is just a cell referencing error, no material impact on the CSV calculations. |
| **DDQ raised by** | Nick Pollard |
| **Date query raised** | 25/08/2020 |
| **Expected response date** |  |
| **Ofgem Response:**  Thanks for pointing this out. Since the synthetic unit costs are the same for all GDNs, there are no effects on the drivers’ calculation. However, we will streamline the formulae. | |
| **Attachments:** | |