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| **Draft Determination Publication** | | |
| **Network Query** | | |
| **Network Reference number** | CADENT\_DDQ\_49 | |
| **Licence** | Cadent distribution | |
| **Topic/Activity:** | Cost Assessment - RPEs | |
| **Question:** | Page 46 of the Core Document sets out the indices Ofgem intends to use for indexation. For the PAFI and BCIS codes, neither the Core Document nor the accompanying CEPA report set out how these are defined, or how they have been calculated. Please could you explain how the following indices are defined and have been calculated.   * PAFI Civil Engineering BCIS 1701 * PAFI Plastic Pipes & fittings BCIS 1532 * PAFI Copper Pipes & Accessories BCIS 4358 * PAFI Structural Steelwork – materials Civil Engineering work BCIS 4463 * FOCOS Resource Cost Index infrastructure materials BCIS 7467   We also note that the GDN RPEs shown in Table 5 on page 46 of the Core Document are sourced from the CEPA frontier shift report, which explains that the forecasts for 2022/23 to 2025/26 have been sourced from long term trends back to 2000. Given that we have been unable to replicate these, please could you provide the calculations behind the figures for 2022/23 to 2025/26 as follows:   * AWE private sector average: 0.99% * AWE Construction: 1.21% * AWE Transport & Storage: 0.93% * PAFI Civil Engineering: 2.23% * Plastic pipes & fittings: 1.39% * Copper pipes & accessories: 2.51% * Structural steelwork materials: 2.07% * FOCOS infra materials: 2.21% | |
| **Date query raised** | 27/07/2020 | |
| **Date Sent** | 28/07/2020 | |
| **Expected Response Date** | 31/07/2020 | |
| **Response Received** |  | |
| **OfGEM Response:**  We have not provided some information in our Draft Determinations relating to long-term trends as this information is based on data obtained through a subscription service which we cannot share under the terms of our contract with the relevant subscription service. | | |
| **Attachments:** | | |