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| **Draft Determination Publication** | | |
| **Network Query** | | |
| **Network Reference number** | CADENT\_DDQ\_35 | |
| **Licence** | Cadent distribution | |
| **Topic/Activity:** | Cost Assessment | |
| **Question:** | We are struggling to trace through how items move from Business Plan costs to Allowances in the DD spreadsheets.  We consider the most straightforward way of addressing this would be if Ofgem could move between the spreadsheets to trace though how, for several different cost items for one GDN, they move from Business Plan numbers, through normalisation, into the totex model (if relevant), and out into allowances. Given the different paths that different cost items take, we believe that it would be helpful if this could be shown for several items, such as Emergency opex, growth governors, and IS capex for a GDN.  As for how this could be done, we would be open to a call, or a written description, or perhaps both would be the most comprehensive approach. | |
| **Date query raised** | 22/07/2020 | |
| **Date Sent** | 22/07/2020 | |
| **Expected Response Date** | 27/07/2020 | |
| **Response Received** |  | |
| **Ofgem response:**  Ofgem provided a presentation to GDNs on 4 August, detailing the workings of the totex model. Following this presentation, an updated set of models, control file (used to operate the models) and instructions were shared with the GDNs via Huddle. | | |
| **Attachments:** | | |