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| **Draft Determination Publication** | |
| **Network Queries** | |
| **Network Reference number** | SGN\_DDQ\_Q30 |
| **Licence** | SGN |
| **Topic/Activity:** | Capex – E&I Upgrade works |
| **Question:** | Relating to draft\_determinations\_-\_sgn\_annex.pdf (3.49)  *"The E&I Upgrade Programme costs have been reduced to account for the efficiencies associated with packaging multiple sites into one programme. Reductions have been made to the design, project management, materials and main works contractor (MWC) components of the programme."*  Can we confirm the basis of the assessment that lead to this conclusion as these efficiencies were already priced into the submitted CBAs and EJPs?  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:** | |