

Steve McMahon
Ofgem
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By email only to: RegFinance@ofgem.gov.uk

23 October 2020

Dear Steve

Provisional revised pension allowance values and 2020 reasonableness review

and

Notice under Part D of Charge Restriction Condition 3C (Specified financial adjustments) of the Electricity Distribution Licence to revise PCFM Variable Values for Pension Scheme Established Deficit revenue allowances

Thank you for the opportunity to respond to the above letter and Notice both dated 9 October. This response is on behalf of UK Power Networks' three distribution licence holding companies: Eastern Power Networks plc; London Power Networks plc; and South Eastern Power Networks plc. We are Great Britain's largest electricity Distribution Network Operator (DNO), dedicated to delivering a safe, secure and sustainable electricity supply to 8.3 million homes and businesses.

We have reviewed both documents and have one query – the values in Table 1.5 of Appendix 1 of the letter do not match those in the Excel file issued by Charis Andreadis on 12 October. We believe they should align and believe that the values issues in Charis' email are correct.

I look forward to hearing from you on this.

Yours sincerely,



James Hope
Head of Regulation & Regulatory Finance
UK Power Networks

Copy: Paul Measday, Regulatory Returns & Compliance Manager, UK Power Networks