

Final Metering Scheme Assets

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Scale of Proposal

- ◆ Transferral of approximately £9.2m (NAV) of connection assets into infrastructure
- ◆ Approximately £1.3m of additional revenue to be recovered via TNUoS
- ◆ 33 connection sites
- ◆ 11 Users
- ◆ Equates to an average reduction of circa £30k in connection charges per connection agreement

Issue

- ◆ Is it equitable for the relevant FMS assets to be charged for as TNUoS and levied on generators (27%)?
- ◆ Given that some generators already pay connection charges for FMS assets, effectively asking them to pay a proportion of the DNO's too

Materiality

- ◆ Transfer of £1.3m from excluded services revenue into TNUoS is the equivalent of circa 0.1% of overall revenue of £1.1bn
- ◆ Approximately £350k will be levied on generators (27%)
- ◆ Annual TNUoS charge of generators will increase by less than 0.1%
- ◆ A generator paying £2m in annual TNUoS charges would pay an additional £2k

- ◆ Is this considered material?
- ◆ Views?

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