

Assistance for Areas with High Electricity Distribution Costs Scheme

TCMF 26 May 2005

Liability

- In principle 'Licensed Suppliers' are liable for AAHEDC energy consumption tariff
- The definition of licensed supplier is contained in section 179 of the Energy Act 2004
- Section 179 has yet to enter force - it requires the Minister to lay an order before parliament
- Until section 179 is enacted a licensed supplier is defined as supplying electricity by means of a distribution system only
- Directly connected demand users are not liable until section 179 is enacted

Liability of Parties

- Liable
 - Supplier BM Units i.e. SVA registered
 - Any other BM Units relating to demand supplied by licensed suppliers by means of a distribution system
- Not Liable
 - BM Units relating to station load, pumping demand and additional load at power stations
 - Interconnector User BM Units
 - Non-embedded consumers (until section 179 enacted)

Consultation

- Draft AAHEDC scheme Charging Statement issued for Industry Comment
- Methodology includes derivation, liability and settlement
- Tariff schedule includes energy consumption charge calculated at:
0.012812 p/kWh
- Comments and views on statement to Richard.Lavender@ngtuk.com by 5pm Friday 17 June