

DCP 243 Draft Legal Text

**Customer Contributions under Current Connection Charging Policy – revision to
Schedule 16 of the DCUSA (the Common Distribution Charging Methodology)**

Amend the following wording at the beginning of Schedule 16:

Implementation Date

This Schedule 16, version [TBC], is to be used for the calculation of Use of System Charges which will become effective from, [TBC] and remain effective until superseded by a revised version¹.

Amend paragraph 3 of Schedule 16 as follows:

- 3 In order to comply with this methodology statement when setting distribution Use of System Charges the DNO Party will populate and publish the CDCM model version [TBC] when issued by the Panel in accordance with Clause 14.5.3².

Amend paragraph 29 to 31 of Schedule 16 as follows³:

29. The DNO Party estimates the extent to which the assets at each network level used by each category of users are expected to be covered by customer contributions based on recent connections activity. (as further described in paragraphs 30 to 30B).
30. The DNO Party groups users into categories, by network level of supply, for the purpose of making these estimates.
- 30A. For the latest completed five year period, the DNO Party determines:
- (a) total expenditure on connections activity; and
- (b) total income from Connection Charges.

Comment [GWLG1]: See statement on interaction with DCP243 in footnote 3, which reflects our understanding when we drafted DCP283.

Comment [GWLG2]: The reference to 'connections activity' fits better with the new paragraphs, so we've gone for that.

¹ To be completed on implementation of this CP by reference to the application of the then current CM. (This text is introduced by DCP 293 which is due to be implemented on 01 April 2018).

² To be completed on implementation of this CP by reference to the application of the then current CM. This text is introduced by DCP 293 which is due to be implemented on 01 April 2018).

³ ~~This~~The revised text for paragraph 31 shall **not apply regardless of whether or not DCP283 is approved** ~~(and shall apply in place of the DCP283 text for. If DCP283 is approved, paragraph 31 where both DCP243 and this DCP283 are approved/implemented) shall apply as per DCP283.~~

for connections activities which were undertaken solely by the ~~host~~-DNO Party (i.e. with no involvement from an Independent Connection Provider), excluding ~~connection schemes~~any connections for embedded generation.

- 30B. The customer contribution is calculated by dividing [total income from Connection Charges] by [total expenditure on connections activity], ~~and is~~with the resulting figure from such calculation expressed as a percentage.
31. The network model is discounted by customer contributions at each network level in the calculation of all tariffs. In the case of generators, it takes the same values as for a demand user at the same network level of supply.