

DCP 132 Legal Drafting

Improving the transparency of CDCM target revenue

Amend the Definitions in Schedule 15, Paragraph 1.1

<u>CDCM</u>	<u>means the Common Distribution Charging Methodology as set out in Schedule 16.</u>
CDCM Revenue	means, at any time and in respect of a Regulatory Year, the Company's reasonable estimate (at the time) of the revenue to be recovered from tariffs calculated under the CDCM <u>Charging Methodology set out in Schedule 16.</u>
EDCM <u>& Certain Interconnector</u> Revenue	means, at any time and in respect of a Regulatory Year, the Company's reasonable estimate (at that time) of: <u>(a) the revenue to be recovered from tariffs calculated under the Charging Methodology set out in Schedule 17 or 18 (as applicable to the Company); plus (b) to the extent relevant, the revenue to be recovered from the DNO Party-to-DNO Party interconnector charges referred to in paragraph 20.4 of the methodology set out in Schedule 17¹.</u>

¹ If DCP152 is implemented before this DCP132, this cross-reference would need to be amended to refer to paragraph 23.4.

Allowed Pass-Through Items (B): [B = B1 + B2 + B3 +B4 + B5]	PT_t	CRC3							B = B1 + B2 + B3 +B4 + B5
Losses Incentive (C1)	UIL _t	CRC7							Assumptions Outlined
	PCOL _t	CRC7							Assumptions Outlined
	-COL _t	CRC7							Assumptions Outlined
	PPL _t	CRC7							Assumptions Outlined
Quality of service incentive adjustment (C2)	IQ _t	CRC8							Assumptions Outlined
Transmission connection point charges incentive adjustment (C3)	IT _t	CRC9							Assumptions Outlined
Innovation funding incentive adjustment (C4)	IFI _t	CRC10							Assumptions Outlined
Incentive revenue for Distributed Generation (C5)	IG _t	CRC11							Assumptions Outlined
Connection Guaranteed Standards Systems & Processes penalty (C6)	CGSRA _t ,CGSSP _t & AUM _t	CRC12							Assumptions Outlined
Low Carbon Networks Fund (C7)	LCN1 _t	CRC13							Assumptions Outlined
	LCN2 _t	CRC13							Assumptions Outlined
	LCN3 _t	CRC13							Assumptions Outlined
Incentive Revenue and Other Adjustments (C): [C = C1 + C2 + C3 + C4 + C5 + C6 + C7]									C = C1 + C2 + C3 + C4 + C5 + C6 + C7
Correction Factor (D)	-K_t	CRC3							Carried forward from previous year (small variation for interest)

4. Revenue raised outside CDCM - blank or if required please provide description (I4)									Assumptions Outlined
Total Revenue to be raised outside the CDCM (I): [I = I1 + I2 + I3 + I4]									I = I1 + I2 + I3 + I4
Latest forecast of CDCM Revenue (J): [J = H - I]									J = H - I
CDCM Revenue Used in Charging Model									Assumptions Outlined
Final Collected Revenue Forecast (K)									Assumptions Outlined
Forecast Over / (Under) Recovery [being K - G - F + I2]									being K - G - F + I2
Forecast overall percentage change to Allowed Revenue (L)									F_t / F_{t-1}
Overall % change to Use of System Charges effective 1st April of Regulatory Year to balance (M)									Assumptions Outlined

Note 1: Cost categories associated with excluded services should only be populated if the Company recovers the costs of providing these services from Use of System Charges.

Amend Schedule 16, paragraph 3

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 '~~100~~-10X' as issued by the Panel on ~~01 April 2010~~[\[xx xx xx\]](#)².

² [If the Change Proposal is approved, the model version and date of publication will be included at the time of implementation.](#)

Amend Schedule 16, paragraph 54

54. The DNO Party prepares a forecast of allowed revenue for the charging year in accordance with the requirements of the price control conditions and in a manner which is consistent with its volume forecasts and in a format consistent with table 1 of Schedule 15.

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