

Scheme Name – Losses Incentive Scheme

DCP 054 Working Group

Scheme evaluation against agreed criteria

1. How will the scheme operate

Discretionary scheme operated by each DNO.

2. How will the scheme be funded?

Scheme would be funded by DNOs sharing their losses incentive scheme payments with suppliers who detect theft.

3. What are the rewards/expected benefits of the scheme?

Distributors would share 50% of their income from losses incentive with suppliers once an agreed threshold was exceeded.

4. What will the coverage be?

Hoped to National although would be discretionary.

5. When could the scheme start?

This scheme could be implemented relatively quickly

6. How would the scheme be implemented?

Could become a voluntary schedule to DCUSA

7. How will performance be measured?

It would be measured against a pre-agreed baseline for theft in that area.

8. How will the scheme be monitored/audited?

Units would need to be seen to enter settlements in order to qualify for a payment so some method of "flagging " these units would be needed.

9. How will reporting work under the scheme?

Yet to be determined

10. What Governance framework is required-where will the scheme sit?

As a voluntary schedule to DCUSA.

11. Are there any disadvantages of implementing this scheme?

Would be weak and may not work if not all Distributors/Suppliers signed up to the scheme.