

DCUSA CP 380 – TCR Alignment Changes**Draft Legal Text****Add the following new definitions in Clause 1 of Section 1A as follows:**

<u>Domestic Premises</u>	<u>means premises at which a supply of electricity is taken wholly or mainly for domestic purposes.</u>
<u>Final Demand Site</u>	<u>means: (a) Domestic Premises; or (b) a Single Site (as defined in Schedule 32) at which there is Final Demand, as determined in accordance with Paragraphs 1.10 and 5 of Schedule 32.</u>

Amend Paragraph 92 of Schedule 16 as follows¹:

92. Revenue matching is achieved by:

- (a) apportioning the total value of the residual surplus or residual shortfall to be returned or recovered respectively, via a fixed charge to (i) the domestic LV-connected charging band and (ii) the specific charging bands set out in paragraph 2.4 of Schedule 32 on the basis of (A~~i~~) the aggregated consumption of all Final Demand Sites in that band (including the consumption of any Related MPANs where applicable), relative to (B~~ii~~) the combined total net consumption for all Final Demand Sites band (including the consumption of any Related MPANs where applicable) plus the total consumption for unmetered customers.
- (b) The allocated proportion of the residual value to each charging band will then be divided equally among all Final Demand Sites within that charging band, resulting in the same level of residual fixed charge.
- (c) Residual charges for each Final Demand Site will be applied as a fixed charge adder (p/Final Demand Site/day) calculated as follows: the revenue surplus or shortfall (in

¹ The proposed amendment to paragraph 92 of Schedule 16 has been baselined against the 2022/23 Charging Methodology Pre-Release issued on 10 November 2020 and therefore incorporates amendments made to paragraph 92 by DCP 341 and DCP 361.

pence) to be recovered for the band that the Final Demand Site is in; divided by the total number of Final Demand Sites in that band; divided by days in the charging year.

Delete the definition of Final Demand Site from the Glossary of Terms in Schedule 16 as follows:²

Final Demand Site	as defined in Schedule 32.
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Delete the definition of Final Demand Site from paragraph 3 of Annex 1 of Schedule 17 as follows:³

Final Demand Site	as defined in Schedule 32.
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Delete the definition of Final Demand Site from paragraph 3 of Annex 1 of Schedule 18 as follows:⁴

Final Demand Site	as defined in Schedule 32.
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Amend Paragraph 3.1 of Schedule 32 as follows:

- 3.1 On or before 31 March in the Regulatory Year (t-~~23~~ ~~two~~~~three~~ years prior to the commencement of the onshore electricity transmission owner price control period (t), each DNO/IDNO Party shall provide to the Banding Agent the following information (and shall take reasonable steps to ensure that such information is accurate):

² This draft legal text has been baselined against the 2022/23 Charging Methodology Pre-Release most recently issued on 10 November 2020, that is to be implemented on 01 April 2022 and which includes the amendments made by DCP 361. DCP 361 introduced the defined term of 'Final Demand Site', therefore, should DCP 380 be approved, it will have the effect of cancelling out the introduction of the defined term.

³ As per the footnote above.

⁴ As per the footnote above.

- (a) for each Final Demand Site within the groups identified in Paragraph 1.5(a), 1.5(b) or 1.5(c), the Maximum Import Capacity used as the basis for the Use of System Charge billed by the DNO/IDNO Party in February of that Regulatory Year, which will be in respect of the Maximum Import Capacity held as at January in that Regulatory Year.
- (b) for each Final Demand Site within the group identified in Paragraph 1.5(d):
 - (i) if half hourly settled, a calculated estimate of the annual metered import consumption prior to February of that Regulatory Year; or
 - (ii) if non-half hourly settled, the Estimated Annual Consumption from the P0222 Report for the February of that Regulatory Year (or, if that is not available, the most recent Estimated Annual Consumption from an earlier P0222 Report).

Delete the following definitions from paragraph 8 of Schedule 32 as follows:

Domestic Premises	means premises at which a supply of electricity is taken wholly or mainly for domestic purposes.
Final Demand Site	means a Single Site at which there is Final Demand, as determined in accordance with Paragraphs 1.10 and 5.

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