

SCHEDULE 20 – PRODUCTION OF THE ANNUAL REVIEW PACK

1. INTRODUCTION

This Schedule 20, version 10.0, is to be used for the calculation of Use of System Charges which will become effective from, 01 April 2018 and remain effective until superseded by a revised version.

- 1.1 The “Annual Review Pack” or “ARP” is a document to be completed by each DNO Party giving indicative (when first published in accordance with Clause 35B) and final (when updated in accordance with Clause 35B) Use of System Charges to apply pursuant to the Charging Methodology set out in Schedule 16 (the “CDCM”). The pack shall contain detail of historical and forecast CDCM inputs, and a forecast of use of system tariffs for the next 5 years, in accordance with Paragraph 2. The template to be used for the pack shall be ARP model version 104 when issued by the Panel.

2. CONTENT OF THE ARP

- 2.1 The Annual Review Pack issued by each DNO Party will contain the following:
- (a) historical CDCM input information for a minimum period of 3 years, and a 5-year forecast of the CDCM inputs, which will (in each case) be provided in a spreadsheet format and contain the CDCM input sheets in a format that can be directly copied into the CDCM model;
 - (b) CDCM tariffs and typical bills for each tariff in each year of the 5-year period covered by the Annual Review Pack;
 - (c) functionality to allow users the ability to update the forecast CDCM inputs and view the resultant impact on Use of System Charges and typical bills;
 - (d) a 5-year forecast of the retail prices index (RPI), and a link between that forecast and any of the CDCM inputs which the DNO Party believes relate to RPI, so that users are able to update the RPI forecast in such a way that it automatically updates the relevant CDCM inputs;
 - (e) a commentary on the forecast for each CDCM input via individual comments;

- (f) details of the expected time bands (as referred to in the CDCM model) that will be used in each of the 5 years covered by the Annual Review Pack; and
- (g) details of the historic data over the previous 3 years used in calculating the average values for load characteristics (load factors, coincidence factors, and the estimated proportion of units recorded in each relevant time pattern regime that fall within each distribution time band) and peaking probabilities.

3. GENERAL

3.1 The forecast CDCM input data will be provided by DNO Parties based on their own perception of how the CDCM input data may change over the 5-year period covered by the Annual Review Pack. The format of the annual review pack will be common, but the actual forecast will be specific to each DNO Party to allow that DNO Party flexibility to express its own views and to provide a realistic forecast.

3.2 It is acknowledged that:

- (a) in populating the Annual Review Pack, each DNO Party will make a number of assumptions;
- (b) the information set out in each Annual Review Pack is illustrative in nature, and is only intended as an indication of an expectation at a point in time; and
- (c) actual Use of System Charges may differ significantly from the indicative tariffs set out in the Annual Review Packs, including where there are material changes in the data and assumptions underlying the forecasts,

and, accordingly, although each DNO Party shall endeavour to ensure the accuracy of the information provided in the Annual Review Pack, no DNO Party (or its officers, employees or agents) will be liable for the accuracy of the information contained in the Annual Review Packs.