

From the office of the Chief Executive

Roger Henderson Network Assets Director Northern Ireland Electricity Networks Fortwilliam House Edgewater Office Park Edgewater Road Belfast BT3 9JQ

22 February 2023

NET/E/KS/633 By Email

Dear Roger

LV Monitors Allowance Decision

This letter sets out the Utility Regulator's decision in respect of LV Monitors costs under paragraph 4.36 of Annex 2 of the NIE Networks Distribution Licence.

Our decision takes account of the information provided in your submission of 13 November 2022 and the subsequent query process.

We have determined an additional allowed CAPEX amount (ACDR_X_t) of £10.057m (2022/23 price base) for the works with the expenditure per the profile shown in the table below.

	2023/24 (£)	2024/25 (£)	Total (£)
Procure and install LV monitors	5,028,549	5,028,549	10,057,098

As there is no mechanism in the current licence to increase RP6 opex allowances, we are unable to approve the additional £565k requested.

We will publish the decision by uploading it to our website and including it in the public register required under Article 57 of the Electricity (Northern Ireland) Order 1992

Under paragraph 4.38 of Annex 2 of the NIE Networks Distribution Licence the Utility Regulator may make a determination subject to conditions with which the Licensee shall be required to comply, including conditions as to the monitoring, audit and reporting in relation to the project. In respect of this determination, we require you to provide an annual report, in addition to the RIGs, detailing how the data from the LV monitors is being used to defer capital investment. We will contact you separately to finalise the reporting requirements.



From the office of the Chief Executive

Should you require any further information or clarification please do not hesitate to contact me.

Yours sincerely

Keur Slil

Kevin Shiels Acting Chief Executive Officer

Cc Gerard Magee (NIE Networks)
Jonathan Pollock (NIE Networks)
Carl Hashim (NIE Networks)
Tanya Hedley (UR)
John Mills (UR)
Alan Craig (UR)
Sean Lyons (UR)