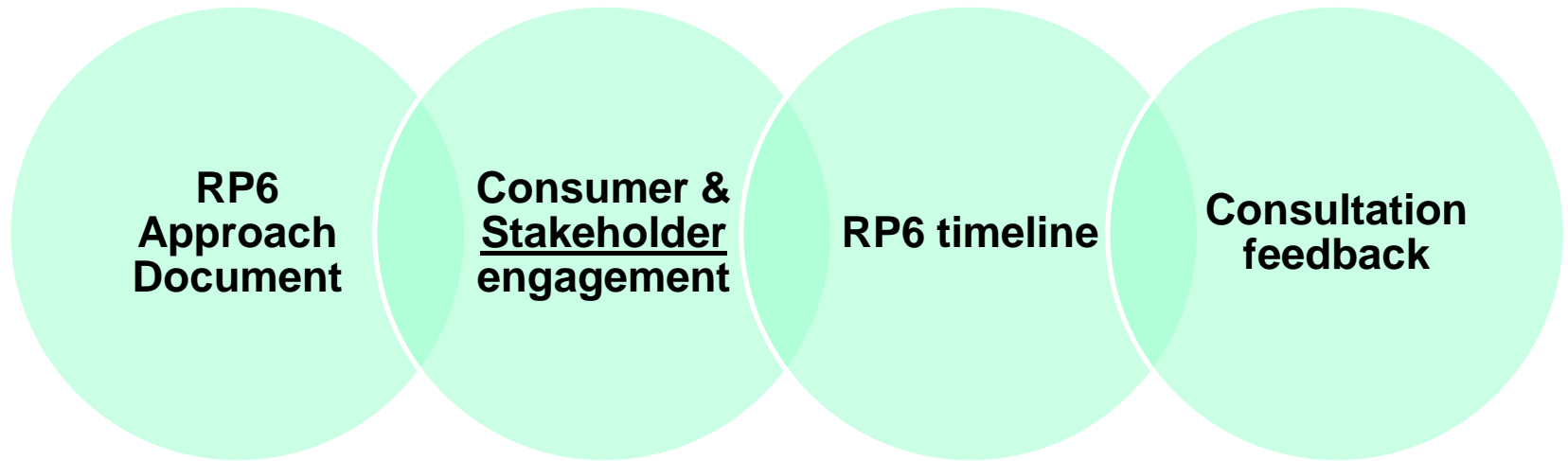


# **RP6 Approach Document RGLG discussion**

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23<sup>rd</sup> September 2015**



# RGLG discussion



- Approach Document sets out our ‘minded to’ approach for RP6
- Some issues for RGLG:
  1. Duration of price control
  2. Stakeholder and Consumer engagement
  3. Innovation
  4. Driving delivery
  5. Potential RP6 outcomes/outputs and KPIs
  6. Future network

- CEAP progressing draft research reporting stage with PIMR/QUB Sep-15 onward:
  - Phase 3 Business Plan consultation (4 focus group workshops with stakeholders)
  - Phase 4 Business Plan outcomes (dissemination of final business plan through focus groups, as above)
- Support for new innovation requiring increased prices dependent upon:
  - business case submission
  - Assessed on basis of specific criteria

## Driving delivery

- renewed expectation of asset management excellence
- we expect improving efficiencies
- renewed focus on delivery of outputs, especially through reputational / financial incentives, annual reporting, monitoring and enforcement activity
- we hope to examine Ofgem's experience of setting out ED1 outputs under RIIO for lessons for RP6

# Potential RP6 outcomes/outputs and KPIs

- We expect NIE Networks to set out clearly:
  - all the outcomes/outputs it proposes to deliver over RP6
  - together with justification for both their inclusion and timings
- Above current performance we will expect to see:
  - appropriate cost/benefit justifications
  - together with any areas of trade-off / overlap
- Some potential examples:
  - quality of supply incentive ie customer interruptions (CI) or customer minutes lost (CML) or worst served;
  - asset health or load indices;
  - customer service;
  - reducing carbon;
  - timely delivery of major projects

## Future network

- The future shape of the distribution network is highly uncertain
  - small to large scale renewables
  - new technologies
  - energy efficiency (plus Energy Efficiency Directive)
  - smart metering/grid
  - DS3/I-SEM
- We expect NIE Networks to detail its scenario planning
- We shall consider which RP5 Licence Mods to carry fwd

# RP6 timeline

## RP6 Key Stages

### Approach Document

Initiate working level meetings - scoping phase	13 <sup>th</sup> Feb-15
Close off scoping	18 <sup>th</sup> Aug-15
Publish RP6 Approach Document for consultation	23 <sup>rd</sup> Sep-15
Stakeholder Workshop	8 <sup>th</sup> Oct-15
Publish Approach Document	18 <sup>th</sup> Nov-15

### RP6 Business Plan

Initiate working level meetings – clarify the Approach	18 <sup>th</sup> Nov-15
Close off clarifications	16 <sup>th</sup> Dec-15
Issue Business Plan Information Requirements to NIE Networks	20 <sup>th</sup> Jan-16
Business Plan Information Requirements formal query process	Jan/Feb-16
Close queries and end query process	17 <sup>th</sup> Feb-16
Business Plan submission from NIE Networks	29 <sup>th</sup> Jun-16

### Draft Determination

Business Plan formal query process ends	28 <sup>th</sup> Aug-16
Publish Draft Determination for consultation	21 <sup>st</sup> Nov-16

### Final Determination

Draft Determination consultation closes	20 <sup>th</sup> Feb-17
Publish Final Determination	5 <sup>th</sup> May-17



## Consultation feedback

- *RGLG Meeting 23<sup>rd</sup> Sep-15*
- *Stakeholder Workshop:*  
Thursday 8<sup>th</sup> Oct-15, commencing at 9.30 am for registration and concluding at 12.00 noon  
Venue: Boardroom, 4th Floor, Queens House
- “If you wish to submit a written response, this should be received **no later than the 4<sup>th</sup> November 2015 at 5pm**”

**Thank you for your input**