

Slough Heat and Power

James Thatcher
Process Support Manager,
Slough Heat & Power Limited
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SSE Enterprise Utilities
No1 Forbury Place
43 Forbury Road
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Date: 25th November 2020

Dear Contract Manager

Re: UoS arrangements for the Slough Heat and Power licence exempt private electricity distribution network (SHP Network): Slough Heat & Power Limited's Standard Terms and Conditions.

Following on from our previous letter, dated 30 Dec 2019 (available via our website www.sseutilitiesolutions.co.uk/products/slough-heat-and-power), we are writing to issue you with Slough Heat & Power Limited's Standard Terms and Conditions for use of the SHP Network.

As stated in our previous letter; SHP will implement its own Charging Methodology on 1 April 2021. This Charging Methodology has been approved by Ofgem and is available to view on the SHP website www.sseutilitiesolutions.co.uk/products/slough-heat-and-power.

Under these new arrangements SHP will calculate UoS tariffs for customers connected to the SHP Network and levy these charges on Suppliers (through Southern Electric Power Distribution PLC (SEPD) as its billing agent (or as otherwise permitted pursuant to the Terms and Conditions)).

For the avoidance of doubt the Distribution, Connection and Use of System Agreement (DCUSA) will not apply to these arrangements because the SHP Network is a licence exempt private electricity network and SHP are therefore not a party to the DCUSA. From the implementation of the Charging Methodology on 1 April 2021 SHP's Terms and Conditions (provided separately and available to view on the SHP website) will govern the use of SHP's Network to supply electricity. **Accordingly:**

(a) this letter constitutes an offer by us to you to provide to you use of the SHP Network on the terms set out in the Terms and Conditions (as the same may be amended from time to time); and

(b) your use of the SHP Network shall constitute your acceptance that your use of the SHP Network (with effect from 1 April 2021 or such later point in time when you first use the SHP Network) shall be subject to and on the basis of the Terms and Conditions (as the same may be amended from time to time).

In particular we draw your attention to Condition 13.5 which will permit our billing agent (currently SEPD) to provide your metering data to us for specified purposes listed at Condition 13.3 of the Terms and Conditions.

Impact of the new arrangements

From a process perspective, the settlement processes will continue in the same way as present. SEPD will (subject to any change as provided for under the Terms and Conditions) continue to undertake the billing of Suppliers for customers connected to the SHP Network. The only difference to the current arrangements is that UoS tariffs are now stated in the SHP Use of System Charging statement which can be accessed via our website www.sseutilitysolutions.co.uk/products/slough-heat-and-power.

The distribution loss adjustment factors (also known as line loss factors) applied to customers will continue to be calculated by SEPD and submitted to Elexon using standard industry processes.

Attachments

The following documents are attached to this letter:

- Terms and Conditions for the use of Slough Heat and Power's electricity distribution system

Please contact me directly using the contact details below to discuss any aspect of this letter in more detail.

Yours faithfully

A handwritten signature in blue ink, appearing to read 'James Thatcher'.

James Thatcher

Process Support Manager

Slough Heat & Power

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www.sseutilitysolutions.co.uk/products/slough-heat-and-power

www.sse.com