

**Targeted Charging Review SCR, and the Charging
Futures Forum**

August 2017

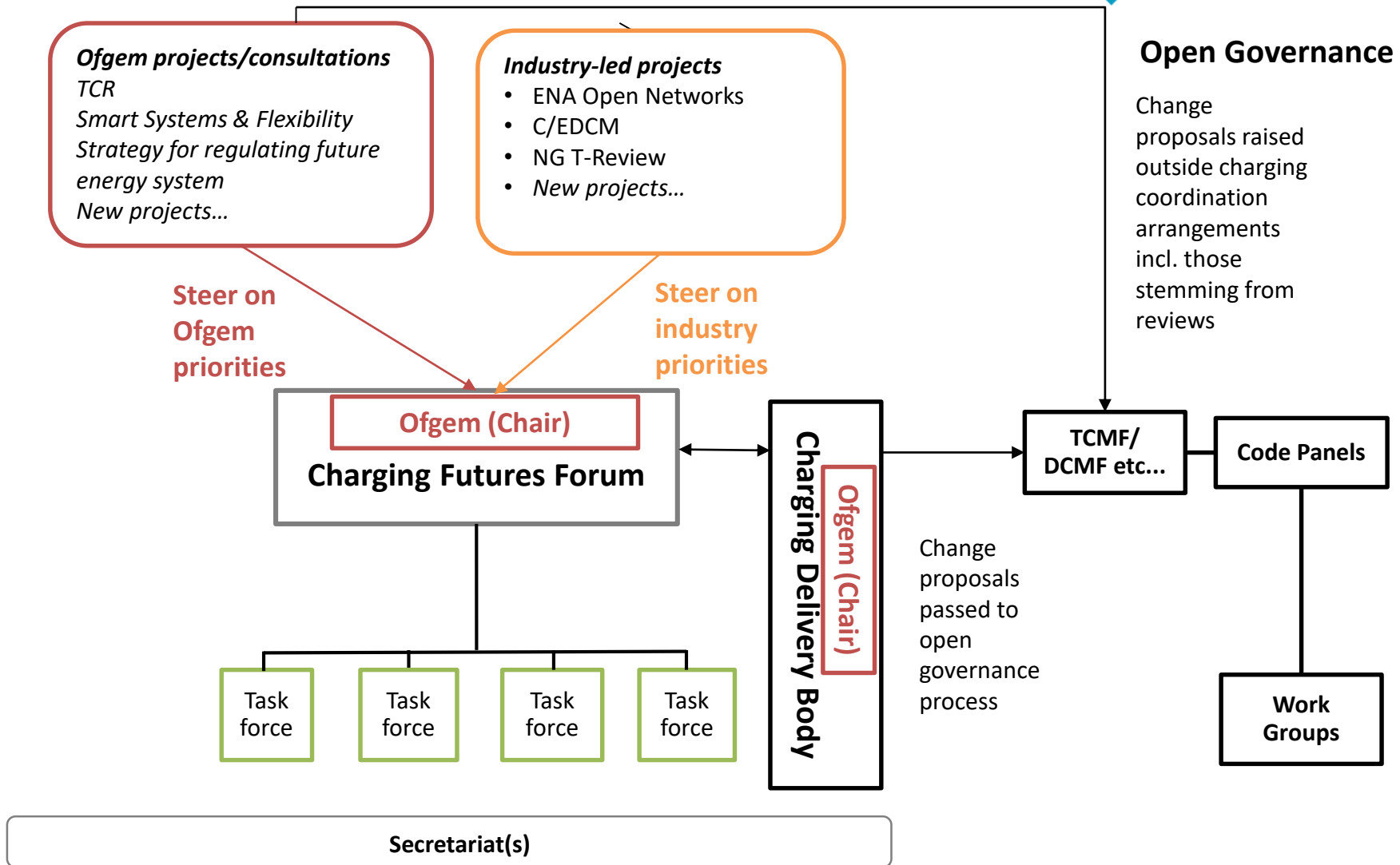
ofgem

- The SCR will:
 - Consider options for setting residual network charges – both transmission and distribution
 - Keep other ‘embedded benefits’ under review
- Our principles:
 - Reducing distortions
 - Fairness
 - Proportionality, and practical considerations
- BSUoS charges will be considered in our future strategy review of signals for network use
 - If they remain cost-recovery, it is sensible to consider whether the SCR solution for residual charges would be appropriate

- Publish residual charges working paper - Q4 2017 (calendar year)
- Publish draft Impact Assessment and minded to decision on any proposed new residual charging arrangements – Q2 2018
- Publish decision and final Impact Assessment on any new residual charging arrangements – Q3 2018
- If appropriate, direct one or more licensees to raise one or more modifications – Q3 2018

- We would expect to be in a position to make a final decision on the resulting modifications by early 2019, in order for new arrangements to come into effect from the 2020/2021 charging year.

Charging coordination arrangements



- <https://www.surveymonkey.co.uk/r/YJT996W>
 - to self-nominate as a CFF member
 - and/or to sign up for the CFF mailing list
- Please submit nominations by **8 September**
- To contact Ofgem:
 - TCR@ofgem.gov.uk – for the SCR
 - CFF@ofgem.gov.uk – for the new charging co-ordination arrangements