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1. Introduction



INTRODUCTION

This document comprises the Connection Charging Methodology and the Connection Charging Statement of ESP Electricity Limited (ESPE).

The Connection Charging Methodology describes the methodology that ESPE uses to determine the charges for making a connection to its electricity distribution systems. The Connection Charging Statement sets out the charges which are made for the provision of connections to ESPE's distribution system.

This document has been prepared in accordance with the requirements of ESPE's Electricity Distribution Licence (the Licence) issued under the Electricity Act 1989 (as amended).

At ESPE's discretion, ESPE may charge a fee of £10 (plus VAT) for each hard copy of this document provided in accordance with a request. An electronic copy of this document is available free of charge from the ESP Utilities Group website at:

www.espug.com/library

Structure of this Document and Further Information

The document is divided into a number of Sections.

- Section 2 provides a list of the defined terms used throughout the document.
- Section 3 provides general information regarding ESPE, the market, services provided etc.
- Section 4 outlines the high level process for applying for a connection to ESPE's Distribution System when either ESPE, or an appropriately accredited ICP, carry out the Contestable Works.
- Section 5 provides further information specific to ESPE regarding obtaining a connection.
- Section 6 describes the elements of the Connection Charging Methodology that have analogous paragraphs in the Common Connection Charging Methodology which ESPE use to calculate Connection Charges.
- Section 7 contains worked examples of the Connection Charging Methodology and how they are applied in particular circumstances.
- Section 8 contains the parts of ESPE's specific Connection Charging Methodology which do not have a counterpart paragraph in the Common Connection Charging methodology but are also used in calculating the Connection Charges.
- Section 9 contains the Connection Charging Statement which, when used in conjunction with Section 6, enables reasonable estimates of the charges liable for connection to be made.

For further information about this document or to request any of the services (including advice on getting a connection) listed in this Electricity Charging Statement, please contact ESPE's Electricity Operations Department using the contact details below.

ESP Electricity
1st Floor, Bluebird House
Mole Business Park
Leatherhead
Surrey
KT22 7BA

Tel: 01372 587 500

especontrol@espug.com

2. Definitions

Act	The Electricity Act 1000 (as amended)	
Act	The Electricity Act 1989 (as amended).	
Affected Parties	All customers whose Connection Offer(s)/ Point of Connection Offer(s) have been identified by us as being interactive.	
	The date upon which ESPE have received all the information required in respect	
Application Date	of an application. A list of the information required can be found in paragraph 2.7.	
Asset Adoption	The agreement for us to adopt the Contestable Work, subject to the satisfaction	
Agreement	of certain conditions.	
Bilateral Connection Agreement	The agreement between ESPE and another LDNO setting out the terms and conditions under which an embedded network shall be entitled to be, and remain, connected to the Distribution System.	
Budget Estimate	An indication of the charge for providing a connection to ESPE's Distribution System. This does not include detailed design work and are a result of preliminary assessment only. A Budget Estimate does not constitute a formal Connection Offer and the price may differ considerably between any Budget Estimate and a formal Connection Offer.	
CIC Charges	Competition in Connections charges. See Section 7.	
Committed Network	Assets that are not yet installed and commissioned on ESPE's Distribution System, but which are planned to be so as a result of other Connection Offer(s)/ Point of Connection Offer(s) which have been made by us and accepted by other Customer(s).	
Common Connection Charging Methodology	The Common Connection Charging Methodology set out in Schedule 22 of the DCUSA, as amended from time to time, required by all Distribution Services Providers to form part of their Connection Charging Methodology.	
Competition in Connections (CIC)	The term attributed to the opening up of the market for the design, procurement and installation of new assets necessary to accommodate a new or modified electricity connection.	
Connection Agreement	The agreement between ESPE and the Customer which sets out the terms by which the Customer becomes, and remains, connected to ESPE's Distribution System.	
Connection Charge	The payment to be made by the Customer to ESPE for the provision of the connection.	
Connection Offer	ESPE's formal written offer to the Customer to provide a connection to ESPE's Distribution System.	
Contestable Work	Work that may be carried on, or in connection to, ESPE's Distribution System by an accredited ICP. See paragraph 3.3.	
CUSC	The Connection and Use of System Code which constitutes the contractual framework for connection to, and use of, the GB Transmission System.	
Customer	The person or persons requesting the connection.	
DCUSA	The "Distribution Connection and Use of System Agreement" designated as such by the Authority under condition 22 of the Licence.	
De-energise	To deliberately prevent the flow of electricity to or from an Exit/Entry Point for any purpose other than a system outage on ESPE's Distribution System (and cognate expressions shall be construed accordingly).	

Development Phase	The five year period, unless otherwise agreed with us, commencing on the date of Energisation of an embedded network over which the development is constructed.	
Disconnect	To permanently De-energise an Exit/ Entry Point by the removal of all or part of ESPE's equipment (and cognate expressions shall be construed accordingly).	
Distributed Generation Connections Guide	The guide produced by ESPE as part of the Licence's requirements which provides guidance on the connection process for distributed generation.	
Distribution Code The code that covers the material technical aspects relating to the con and operation of, ESPE's Distribution System in accordance with Condithe Licence.		
Distribution Network Operator (DNO) Distribution System	A company licensed to distribute electricity in Great Britain by Ofgem. There are fourteen licensed geographically defined areas, based on the former area electricity board boundaries, where the distribution network operator distributes electricity from the transmission grid to homes and businesses. The system (as defined in the Licence) consisting (wholly or mainly) of electric lines owned or operated by us and used for the distribution of electricity. Electricity meters and meter boxes do not form part of ESPE's Distribution	
	System. The relevant period from the date on which a connection is made as prescribed	
ECCR Prescribed Period	by the ECCR, being either (a) five years, for connections made prior to 6 April 2017: or (b) ten years, for connections made on or after 6 April 2017	
Electric Lines	Any line which is used for carrying electricity to or from an Exit/Entry Point and includes, unless the context otherwise requires; (a) any support for such line, that is to say, any structure, pole or other thing in, on, by or from which any such line is or may be supported, carried or suspended; (b) any apparatus connected to such line for the purpose of carrying electricity; and (c) any wire, cable, tube, pipe or other similar thing (including its casing or coating) which surrounds or supports, or is surrounded or supported by, or is installed in close proximity to, or is supported, carried or suspended in association with, any such line.	
Electric Plant	Any plant, equipment, apparatus or appliance used for or for purposes connected with the distribution of electricity (including any metering equipment) other than an Electric Line.	
Energise	To deliberately allow the flow of electricity to or from an Exit/ Entry Point where such a flow of electricity has never previously existed (and cognate expressions shall be construed accordingly).	
Enhanced Scheme	 A scheme which has been designed to include one of more of the following; Additional assets not required as part of the minimum scheme; Assets of a larger capacity than required by the Minimum Scheme; Assets of a different specification than required by the Minimum Scheme. 	

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Entry/ Exit Point	A point at which electricity, whether metered or unmetered, enters or exits a Distribution System.
Existing Capacity	 For existing customers; a) the Maximum Capacity used in the calculation of their use of system charges; or b) for customers who are not charged for use of system on the basis of their Maximum Capacity the lower of; i. No. of phases x nominal phase neutral voltage (kV) x fuse rating (A); and ii. The rating of the service equipment.
Existing Network	ESPE's currently installed and commissioned Distribution System.
Extension Assets	Assets installed to connect a party or parties to the existing distribution network but which exclude Reinforcement assets.
Extra High Voltage (EHV)	Voltage levels greater than 22kV but less than 132kV.
Fault Level	The maximum prospective current or power that flows into a short circuit at a point on the network, usually expressed in MVA or kVA.
Fault Level Contribution from Connection	The assessment of the fault level contribution from the equipment to be connected taking account of its impact at the appropriate point on the Distribution System. Where an existing Customer requests a change to a connection then the Fault Level Contribution from Connection is defined as the incremental increase in Fault Level caused by the Customer.
Feasibility Study	A study to consider a number of different options for providing the Customer's connection and provides estimated costs for each option as appropriate. A Feasibility Study does not constitute a formal connection offer.
GB Transmission System	The system consisting (wholly or mainly) of high voltage electric cables owned or operated by transmission licensees within Great Britain.
Guaranteed Standards of Performance	Standards of service backed by a guarantee and set out in the Electricity (Standards of Performance) Regulations 2005 (as amended).
High Voltage (HV)	Voltage levels more than 1kV but not more than 22kV.
Independent Connections Provider (ICP)	A person with sufficient accreditation to carry out all or part of the Contestable Work.
Independent Distribution Network Operator (IDNO)	A company licensed to distribute electricity in Great Britain by the Office of Gas and Electricity Markets. IDNOs own and operate electricity distribution networks which are predominantly network extensions connected to the existing distribution network.
Interactive Connection Applications	When ESPE receive two or more applications for a connection which could individually make use of the same part of the Distribution System, but where there is insufficient spare capacity or other network constraints on ESPE's Distribution System that prevents both/all being connected.
Interactive Connection Offers	Connection Offers / Point of Connection Offers made in respect of Interactive Connection Applications.
Interactive Queue	The queue into which Affected Parties' interactive Connection Applications is placed according to the Application Date.

Interruptions Incentive Scheme	The scheme which provides incentives on ESPE to deliver a good level of performance in respect of customer interruptions and customer minutes lost.	
Land Rights	All such rights in, under or over Land as are necessary for the construction, installation, operation, repair, maintenance, renewal or use of the Contestable Work or Non-Contestable Work.	
Licence Exempt System	A distribution system operated by a person or persons who has been granted an exemption (including class exemptions) from the requirement to hold a distribution licence by the Secretary of State.	
Licensed Distribution Network Operator (LDNO)	The holder of a licence to distribute electricity.	
Local Authority	A universal term for county, parish and town councils. Local Authorities provide and maintain a wide variety of local services including housing and commercial development planning, street lighting, bus shelters, car parks, and traffic calming measures.	
Low Voltage (LV)	Voltage levels no more than 1kV.	
Maximum Capacity	In relation to any connection the maximum amount of electricity, as agreed with ESPE, and expressed in kW or kVA that can be imported from or exported onto ESPE's Distribution System.	
Meter Point Administration Number (MPAN)	A 21 digit unique identifier of those Entry/Exit Points on the Distribution System which are used for the purposes of either taking a supply of electricity or for the connection of a distributed generator, and which forms the basis of the metering point record on the Company's registration system. It may also be called a Supply Number.	
Minimum Scheme	The Scheme with the lowest overall capital cost (as estimated by us), solely to provide the Required Capacity. The Minimum Scheme is subject to engineering policy and standards as described in 4.3	
National Electricity Registration Scheme (NERS)	A national registration system for accrediting ICPs to enable them to carry out contestable work, as administered by Lloyds Register.	
National Grid Electricity Transmission plc (NGET)	A subsidiary of National Grid plc (National Grid), that owns and operates the regulated electricity transmission network in England and Wales and is the system operator for the high-voltage electricity transmission networks in Scotland.	
National Terms of Connection (NTCs)	Sets out the terms and conditions that the network operator requires an electricity customer to accept in return for maintaining the connection of the premises to its network. The NTCs are governed under Schedule 2B of the Distribution Connection and Use of System Agreement (DCUSA).	
Non-Contestable Work	Work on, or in relation to a connection to ESPE's distribution system that cannot be undertaken by an ICP and must be carried out by us or ESPE's appointed agents. A list of Non-Contestable work can be found in paragraph 3.7-3.8.	
Notice of Interactivity	A notice provided by ESPE, in writing, stating that the Customer's connection application is interactive with another application that ESPE has received. The validity period of any current Connection Offer is reduced to thirty days from the date of the notification where more than thirty days are still outstanding.	

Ofgem	The Office of Gas and Electricity Markets. The independent authority responsible for the regulation of the onshore gas and electricity markets in Great Britain.	
Point of Connection (POC)	The point (or points) of physical connection to ESPE's existing Distribution System.	
Point of Connection Offer	The offer that ESPE makes to the Customer to carry out the Non-Contestable work only to allow connection to ESPE's Distribution System which, if accepted, creates a legally binding contract between the Customer and ESPE.	
Premises	Any land, building or structure.	
Reinforcement	Assets that add capacity (network or fault level) to the existing shared use Distribution System.	
	The part (or parts) of the Distribution System which require(s) reinforcement. Normally this is comprised of: the existing assets, at the voltage level that is being reinforced, that would	
Relevant Section of Network	have been used to supply the Customer (so far as they have not been replaced) has sufficient capacity been available to connect the Customer without reinforcement; and/or	
(RSN)	■ the new assets, at the same voltage level, that are to be provided by way of Reinforcement.	
	Where it is unclear what assets would supply the Customer in the event that sufficient capacity is available, the existing individual assets with the closest rating to the new assets are used. There may be more than one RSN.	
Rent-a-Jointer Services	The service relating to hiring of resource from ESPE to facilitate the provision of unmetered connections.	
Required Capacity	The Maximum Capacity agreed with the Customer. In the case of multiple connections (e.g. a housing development) it may be adjusted after consideration of the effects of diversity. Where an existing Customer requests an increase in capacity then it is an increase above their Existing Capacity.	
Scheme	ESPE's network design to provide the connection.	
Service Line	A low-voltage electric line or any part of that line that, at the time it is provided, is used only for supplying single premises, excluding any part of the line that, at the time it is provided, is intended by the distributor to enable it to provide a connection to other premises in respect of which the distributor has received, or would reasonably expect within the following 12 months to receive, a notice under section 16A(1) of the Act.	
Single LV Service Demand Connection	An LV demand connection to single Premises, involving a single-phase connection and no significant work other than the provision of a service line and the electricity distributor's fuses.	

Small Project Demand Connection	A connection (other than a load that could be reasonably expected to cause disruption to other customers, via low-voltage circuits fused at 100 amperes or less per phase with whole current metering), where the highest voltage of the assets involved in providing such connection and any associated works, is low voltage to: a) a development scheme requiring more than one but fewer than five single-phase connections at domestic premises and involving only the provision of a service line and the electricity distributor's fuses; or b) a development scheme requiring fewer than five single-phase or two-phase connections at domestic premises and involving an extension of the existing low voltage network; or c) a single premises requiring a two-phase or three-phase connection and involving only the provision of a service line and the electricity distributor's fuses.	
Small Scale Embedded Generation (SSEG)	A source of electrical energy rated up to and including 16 Amperes per phase, single or multi-phase, LV and designed to operate in parallel with ESPE's Distribution System.	
Speculative Developments	Developments which have one or more of the characteristics set out in paragraph 4.46.	
Supplier	A person who holds a Supply Licence.	
Supply Licence	A licence granted under section 6(1)(d) of the Act.	
Temporary Connections	Connections that are only required for a period of up to five years, but exclude connections to provide the initial connection to a development, where the Reinforcement is subsequently required for the permanent connection.	
The Electricity Connection Charges Regulations (ECCR)	Electricity (Connection Charges) Regulations 2002 (SI 2002/93) as amended from time to time or the Electricity (Connection Charges) Regulations 2017 (SI 2017/106) as amended from time to time, as applicable.	
Transmission System Operator (TSO)	TSOs are responsible for operating ensuring the maintenance of the transmission system in a given area and, where applicable, its interconnections with other systems. They are licensed by the Office of Gas and Electricity Markets.	
Unmetered Supply (UMS)	A supply of electricity the quantity of which the distribution network operator has authorised not to be measured by physical metering equipment, as governed by the Balancing and Settlement Code and BSC Procedure BSCP 520.	
Validity Period	The period for which a Connection Offer or Point of Connection Offer is open for acceptance.	
Voltage of Connection	The voltage at the Point of Connection between the existing distribution network and the assets used to provide the connection. For clarity, this is not necessarily the voltage of supply to the Customer.	
Working Day	Any day other than a Saturday, a Sunday, Christmas Day, Good Friday or a day which is a bank holiday within the meaning of the Banking and Financial Dealings Act 1971.	

3. General Information

- 3.1 ESP Electricity Limited (ESPE) is a licensed Independent Distribution Network Operator (IDNO). ESPE owns, operates and maintains electricity distribution networks throughout Great Britain. Typically ESPE's electricity networks connect to the distribution systems of licensed Distribution Network Operators (DNOs) operating within their defined distribution services area.
- 3.2 The provision of a connection to ESPE's Distribution System may be undertaken by ESPE, or by one of ESPE's agents. Alternatively, certain connection activities may be undertaken by an Independent Connections Provider (ICP) which the Customer may appoint.
- 3.3 This document describes ESPE's Connection Charging Methodology i.e the methodology that ESPE applies in determining the charges that are issued where connections to ESPE's Distribution System are provided, and makes available details of illustrative costs. The document also describes how a new or altered connection to ESPE's Distribution System can be obtained.
- 3.4 ESPE will review this document at least once a year to ensure that the information continues to be accurate in all respects. Any changes ESPE make to this document are made in accordance with the Licence's obligations. Costs shown in the Connection Charging Statement are current at the time of publication and are subject to change without notice except as otherwise provided.
- 3.5 Certain words in this document are capitalised, e.g. Distribution System. These words have a specific meaning which is set out in the Definitions (Section 2).

Competition in Connections

- 3.6 Customers may choose to have some of the connection works (described as Contestable Work) carried out by an Independent Connections Provider (ICP). The elements of work that an ICP may undertake include the design, procurement and installation of new assets necessary to provide the electricity connection.
- 3.7 Section 5 of this document contains details of the elements of work which are Contestable and Non-Contestable, and the arrangements which apply if an ICP is appointed to carry out Contestable Work.
- 3.8 Non-Contestable Work can only be carried out by ESPE or by ESPE's appointed agents.
- 3.9 Should a Customer choose to appoint an ICP to carry out Contestable Work, and for ESPE to adopt the Contestable Work after they are completed, the appointed ICP must enter into an Adoption Agreement with ESPE before the ICP commences any of the Contestable Works. Contestable Works undertaken by an ICP and subsequently adopted by ESPE pursuant to an Adoption Agreement are outside the scope of this document.
- 3.10 ESPE works closely with a number of ICPs who are accredited under NERS, facilitated by Lloyds Register. These ICPs have access to the ESPE design standards and are able to provide a fully

compliant quotation for new connection works. Further information describing the process and options available is provided in Section 4.

Contractual Framework

3.11 Dependent on the size and type of the connection required and whether ESPE or an ICP is required to undertake any Contestable Work, a Customer must enter into a set of contractual arrangements with ESPE. Unless the Customer is a licensed distributor, the Customer must also appoint a Supplier that is party to various industry agreements and codes.

Offer to Connect Premises and to Construct the Connection (Connection Offer)

3.12 A Connection Offer is the offer that ESPE makes to the Customer where the Customer has requested ESPE to carry out the connection works (both Non-Contestable and Contestable Work) to ESPE's Distribution System and which, if accepted, create a legally binding contract between ESPE and the Customer. The terms of the Connection Offer depend, amongst other things, on the complexity and value of the work to be carried out.

Offer to undertake Non-Contestable Work only (Point of Connection Offer)

3.13 A Point of Connection Offer is the offer that ESPE makes where the Customer has requested ESPE to carry out the Non-Contestable Work to provide a Point of Connection to ESPE's Distribution System that the Contestable Work provided by an ICP can connect. The terms of the Point of Connection Offer, if accepted, creates a legally binding contract between ESPE and the Customer. The terms depend, amongst other things, on the complexity and value of the work to be carried out.

Adoption Agreement

- 3.14 As set out in paragraph 3.9, if an ICP is to undertake Contestable Works and ESPE is requested to adopt the Contestable Works after they have been completed, an Adoption Agreement must be completed prior to the commencement of the Contestable Works. The agreement sets out the terms under which ESPE take ownership of and responsibility for the assets provided in the Contestable Works. The agreement includes, among other things:
 - the transfer of title from the asset owner (normally the Customer) to ESPE;
 - the quality and safety requirements of the asset to be adopted, based on ESPE's G81 documents;
 - any required sureties;
 - the transfer of Land Rights;
 - the procedure for ESPE to Energise the assets installed by the ICP during the works;
 - the payment of any residual Connection Charges or fees;
 - planning permissions and compliance with street works legislation; and,
 - defect correction processes, where applicable. ESPE shall only enter into an Asset Adoption Agreement with ICPs that are accredited under NERS.

Connection Agreement

- 3.15 For most sites the Connection Agreement is comprised of the National Terms of Connection put in place on ESPE's behalf by the appointed Supplier. In some circumstances ESPE may require a Customer to enter into a separate Connection Agreement covering the specific connection characteristics of the site. This only takes effect upon completion of the connection and sets out, in more detail, the respective rights and obligations of ESPE and of the owner/ occupier. Additionally the Connection Agreement may contain technical details of the installation being connected to the Distribution System and requires the owner/occupier of the Premises to comply with the provisions of the Distribution Code.
- 3.16 The Distribution Code covers, amongst other matters, all material technical aspects relating to:
 - the connection to, the operation, and the use of an LDNO's Distribution System; and
 - the operation of electrical lines and electrical plan or apparatus connected to an LDNO's Distribution System.

A copy of the Distribution Code can be downloaded from the Distribution Code website at www.dcode.org.uk.

Appointment of a Supplier

- 3.17 In order to receive a supply of electricity, a Customer must appoint and enter into an agreement with a Supplier. Where it is required, the metering equipment must be installed, and registered against the issued MPAN, before a supply of electricity can be provided to a Premise. Where the connection meets the criteria for an Unmetered Supply, an MPAN is still required and has to be registered with the chosen Supplier.
- 3.18 In order to obtain a supply of electricity, a Customer needs an MPAN for each connection. ESPE issues the MPAN after the design has been approved for the connection, upon receipt of the plot address.

Please note that ESPE is unable to give advice with regards to the choice of Supplier.

Ofgem and the Citizens Advice Bureau's websites maintain a list of Suppliers. The link to these sites can be found in Appendix A.

- 3.19 Energisation of the connection to any Premises will not take place unless a Supply Number (also called a Metering Point Administration Number or MPAN and hereafter referred to as such) has been allocated, a Supplier has been appointed and the appropriate metering equipment where required, has been installed.
- 3.20 Suppliers must be party to a number of industry codes and agreements which allow it to use the GB Transmission System, ESPE's Distribution System and also allow it to purchase and trade energy on behalf of its customers.

Disputes

3.21 ESPE works constantly to ensure that the service provided from our staff is of a high standard. Should you require further information on services listed in this statement, please contact us using the details below;

Telephone: 01372 587 500

Email: especontrol@espug.com

Any disputes that have been raised should be resolved in the first instance between the disputing party and ESPE's Operations Department; these will be escalated internally as required. In the event a dispute cannot be resolved, then the procedures laid out under Schedule 4 of the DCUSA apply.

- 3.22 If a disputing party is still not satisfied with ESPE's actions and you have followed ESPE's complaints procedure, then domestic and small business customers have the right to contact the Energy Ombudsman. This is a free and independent dispute resolution service. The details of which can be found in Appendix A.
- 3.23 If the Energy Ombudsman is unable to deal with or resolve the dispute then either party may request a determination of the matter by the Office of Gas and Electricity Markets Authority (the Authority). The details of which can be found in Appendix A.

4. Applying For A Connection to ESPE's Distribution System

INTRODUCTION

This section sets out the process for applying for a connection to ESPE's Distribution System. As explained in paragraphs 3.6-3.10, an ICP can be appointed to carry out the Contestable Works relating to the provision of the connection. The principles and processes contained in this section are relevant to all connections to ESPE's Distribution System.

Persons Entitled to Apply for a Connection

- 4.1. Any Customer may apply in their own right for a connection to ESPE's Distribution System.
- 4.2. Any Customer may appoint an agent to apply for a connection on their behalf.
- 4.3. Agents that are appointed to apply for connections of behalf of Customers shall be required to provide written evidence of their appointment on application e.g. a Letter of Authority.
- 4.4. Persons entitled to seek connection to ESPE's Distribution System for the purpose of generating, supplying or distributing electricity are those who are authorised by licence or by exemption under the Act to generate, supply or distribute electricity.

Procedure for getting a connection

4.5. A person seeking to become a Customer for a new or modified connection should contact ESPE as detailed below:

ESP Electricity

1st Floor, Bluebird House

Mole Business Park

Leatherhead

Surrey

KT22 7BA

Tel: 01372 547 500

Email: especontrol@espug.com

4.6. Once ESPE have received a completed application, ESPE will process the request and provide the Customer with a Connection Offer as soon as reasonably practicable. This is (subject to ESPE receiving all the information ESPE require to prepare the offer from the distributor to whose Distribution System ESPE's network connects) no longer than three months.

The connection offer specifies the proposed Point of Connection to ESPE's Distribution System; the location of the Entry/Exit Point to the Premises or distribution system to be connected; details of the work to be carried out by ESPE; and the terms under which ESPE provides the connection. The link below takes you to ESPE's website where further information is available:

www.espug.com

Information ESPE Requires from Customers

- 4.7. All Customers must provide ESPE with details about the requirements for the connection. The information ESPE require, as a minimum, is set out below. Sometimes ESPE may require additional information. If this is the case, ESPE will contact the Customer and make them aware of the additional information requirements.
- 4.8. The information ESPE require varies depending on the nature of the connection request. Typically ESPE requires the following details:
 - The name and correspondence address and other contact details of the Customer.
 - The address where the connection is required.
 - Whether a Budget Estimate or a formal Connection Offer is required, a formal Connection Offer is a contractual document and more appropriate once a Customer is in a position to decide whether the project can proceed to the construction phase.
 - A site location plan showing the site boundary and proposed meter locations.
 - The Required Capacity (the maximum power requirement).
 - The date by which you require the connection to be made.
 - Whether the connection is required for a fixed period or indefinitely.
 - The type of connection(s) required, e.g. demand, generator or for a licensed, embedded network.
 - Any information in respect of equipment that may be installed and which may interfere with ESPE's Distribution System or the supply of Electricity to others (e.g. apparatus which can cause voltage fluctuations, such as large motors associated with air conditioning system, lifts, cranes, hoists and other similar plant; or apparatus which can produce harmonics, such as uninterruptible power supplies or electronic control systems).

- 4.9. Further information that ESPE may typically require if it is intended for ESPE to undertake all the works is as follows:
 - A site layout plan, drawn to a suitable scale, indicating where the connection(s) are required.
 - The number of connections required.
 - The capacity for each connection required.

An application form can be obtained by emailing:

especontrol@espug.com

4.10. If ESPE is not provided with the information required, it will prevent ESPE from dealing with the enquiry quickly; so please provide the all information indicated on ESPE's application form wherever possible.

Budget Estimates

4.11. If an enquiry is made that is of a provisional nature, ESPE will provide a Budget Estimate to give an indication of what ESPE believe the charge for providing the connection may be. In providing this estimate, ESPE carries out a desk top exercise using broad base assumptions to assess the likely works ESPE will need to undertake; ESPE does not carry out any detailed analysis specific to the site. It should be noted that the estimate ESPE provides at this stage may vary considerably from any further Budget Estimates or the price in any formal Connection Offer. A Budget Estimate is not a formal offer for connection and cannot be accepted by the Customer. See Section 9, Part A for charges associated with the provision of Budget Estimates.

Feasibility Studies

4.12. On request, ESPE will undertake a Feasibility Study to consider a number of options for connection and provide estimated costs for each option as appropriate. Generally this is for more complex connections. A Feasibility Study is not a formal offer for connection and cannot be accepted. Any estimated cost in such study is purely indicative and not binding. The price in any subsequent Connection Offer may differ from it. See Section 9, Part B for charges associated with the provision of Feasibility Studies.

Cost Breakdown

- 4.13. Where ESPE makes a Connection Offer for providing a connection to ESPE's distribution system, ESPE provides a breakdown of charges so that they can be referenced to the tables in Section 9. As a minimum, this breakdown includes:
 - a description of the works ESPE will undertake, including whether it is an Enhanced Scheme;
 - the length of underground cable required;
 - information of any reinforcement works that are required; and
 - legal and professional charges associated with the securing of Land Rights.

- 4.14. ESPE's Connection Offer is normally based on the Minimum Scheme required to provide the connection. Sometimes ESPE may undertake works that are in addition to those required by the Minimum Scheme (i.e. an Enhanced Scheme). This may be:
 - where ESPE propose to undertake works that are over and above those required by the Minimum Scheme; or,
 - where ESPE are required to undertake additional works, (for example, to provide enhanced system security).

Where the additional works in the Enhanced Scheme are at ESPE's request, the Connection Charge is based on the Minimum Scheme. ESPE provides a breakdown of the costs for both the Minimum Scheme and the Enhanced Scheme. Where the Enhanced Scheme comprises of additional works requested by the Customer, the Connection Charge is based on the Enhanced Scheme and ESPE provides a cost breakdown for the Enhanced Scheme.

Interactive Connection Applications

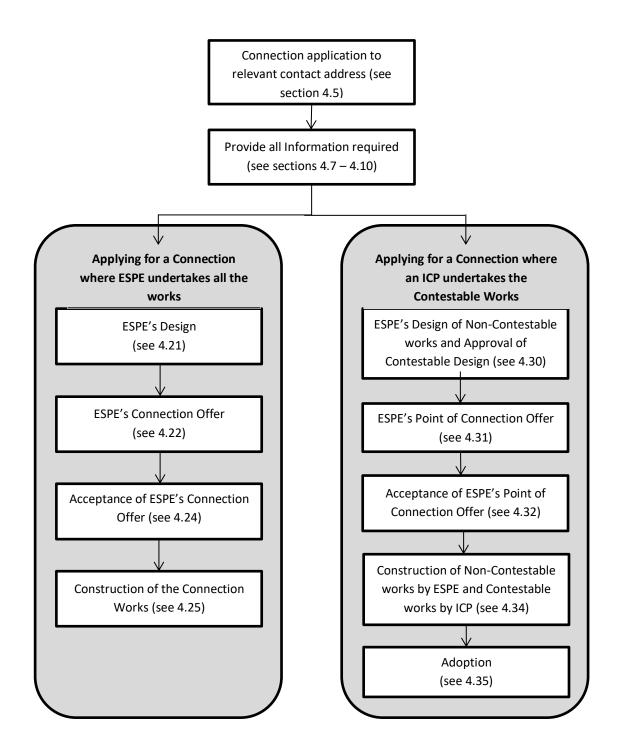
- 4.15. ESPE may receive connection applications from more than one party for connections to the same part of the Distribution System, and whilst each connection application could be accommodated on an individual basis, there may be insufficient spare capacity or other network constraints to accommodate more than one of the connection applications. Networks are designed and constructed based upon the load information that is available at the time, and therefore large levels of spare capacity are generally not available. Where ESPE receives multiple applications for connection to the same part of ESPE's Distribution System, ESPE applies an Interactive Connection Application process in order to prioritise connection applications fairly. ESPE applies this process for all applications for connection to ESPE's Distribution System where the requested Maximum Capacity (the maximum power requirement) is stated as being in excess of 1MVA.
- 4.16. The Application Date (please refer to the Connection Process section below) is used to sequence Connection Offers in time order such that the first Connection Offer is made to the first Customer to reach the 'application' stage of the process, and so on. All parties shall be notified in writing if their application is interactive, or becomes interactive with others. Where a current Connection Offer is open for acceptance, the Validity Period set out in the terms of such Connection Offer is reduced to thirty (30) days from the date of any such notification, where more than thirty (30) days are still outstanding.

Transitional Arrangements

4.17. The Connection Charge quoted in a Connection Offer shall be calculated in accordance with ESPE's Connection Charging Methodology that is current at the time the offer is provided. If ESPE's Connection Offer is accepted, and the connection works are carried out within the prescribed time set out in it, the quoted Connection Charge is the charge that shall apply even if there is a subsequent change to ESPE's Connection Charging Methodology.

Connection Applications Process

4.18. The flow chart below illustrates how applications for connection to ESPE's Distribution System are processed, dependent on whether ESPE carry out all the works or an ICP is appointed by the Customer to carry out the Contestable Works. Further information explaining each stage of the process is available in paragraphs 4.19 to 4.35.



Application Process where ESPE completes all the works

4.19. A Budget Estimate is not a pre-requisite in order to request a Connection Offer. When a request for connection to ESPE's Distribution System is made, ESPE processes the request using the following method.

Stage 1 - Making an Application

4.20. When an application is made, it is important that all the information listed in paragraph 4.8 is provided so that ESPE can process the enquiry. Occasionally ESPE may require additional information before the enquiry can be processed. ESPE will notify the Customer where this is the case.

Stage 2 – ESPE's Design

4.21. ESPE designs the connection, taking into account the location of the Premises for which the connection is required, its proximity to the existing Distribution System and the available capacity in the Distribution System to provide the connection required. Additionally ESPE's design specifies any reinforcement that is required on ESPE's existing Distribution System (or on the distribution system to which ESPE's Distribution System connects) in order to accommodate the connection.

Stage 3 - ESPE's Connection Offer

- 4.22. When ESPE have completed the design, a Connection Offer is made to the Customer. This sets out the work ESPE must undertake to provide a connection between the premises and ESPE's Distribution System. Also, the Connection Offer sets out ESPE's Connection Charge and the terms and conditions for making the connection. The price in the Connection Offer may vary considerably from any previous Budget Estimate or Connection Offer.
- 4.23. The Connection Offer sets out how long it is open for acceptance (the Validity Period). The Validity Period is subject to the Connection Offer not becoming an Interactive Connections Offer as described in section 4.15. If the Connection Offer is not accepted, the Customer must complete a new application from Step 1.

Stage 4 - Acceptance of ESPE's Connection Offer

- 4.24. If the Customer chooses to accept ESPE's Connection Offer to the Distribution System, the Customer must:
 - accept that offer in accordance with its terms within the Validity Period; and
 - make any required payment in accordance with the requirements in ESPE's Connection Offer.

Stage 5 – Construction of the Connection Works

4.25. ESPE carries out the construction work to provide the new connection in accordance with the provisions to the terms of the Connection Offer the Customer has accepted. ESPE liaises with the Customer during the planning and execution of the works.

4.26. MPANs must be issued before the connection works are completed, so that the Customer can make arrangements with the Supplier for the supply of electricity to the Premises. On completion of this stage, the work required to provide the connection has already been undertaken and is available for the Supplier to arrange for the installation of metering equipment, or where agreed with ESPE, for use as an Unmetered Supply.

Application Process when an ICP carries out the Contestable Works but the Customer still requires ESPE to adopt the Contestable Work

4.27. The Customer may appoint an ICP to undertake some or all of the Contestable Work. ESPE can be requested to adopt the Contestable Work or the Customer may choose to have the Contestable Work adopted by someone else. If the Customer decides to have the Contestable Work adopted by someone else, this constitutes an Embedded Network requiring a Bilateral Connection Agreement as discussed in paragraphs 4.40 to 4.42. If, the Customer requires that ESPE be appointed to adopt Contestable Work constructed by an ICP, the ICP may make a request on the Customer's behalf and the request for a Point of Connection Offer shall be processed in the following way:

Stage 1 – The Application

- 4.28. ESPE can only progress a connection application once ESPE is provided with the information required (see paragraph 4.8). ESPE will notify the Customer within five Working Days if any additional information is required in order to process the application.
- 4.29. If an ICP is appointed by the Customer to carry out the Contestable Work, then the Point of Connection shall be determined by ESPE based on the information provided by the ICP, taking into account the ICP's requirements and ESPE's wider obligations. For larger demand and generator connections, more than one Point of Connection may need to be assessed. A table showing ESPE's indicative charges for assessing the Point of Connection is given in paragraph 9.17 and are included within the Point of Connection Offer. If an assessment of the Point of Connection is required, then ESPE will provide all the necessary information in order for the ICP to undertake the assessment. The ICP must be suitably accredited in order to undertake this assessment.

Stage 2 - ESPE's Design

4.30. ESPE's design of the Non-Contestable Work and the identification of the Point of Connection will take into account the location of the Premises for which a connection is required, its proximity to ESPE's Distribution System, and the available capacity in ESPE's Distribution System to provide the connection required. Additionally ESPE's design specifies any reinforcement that is required on ESPE's existing Distribution System and/or on the Distribution System to which ESPE's Distribution System connects in order to accommodate the connection.

Stage 3 – ESPE's Point of Connection Offer and the Asset Adoption Agreement

4.31. This is ESPE's formal written offer to the Customer to provide the connection to ESPE's Distribution System. The Point Of Connection Offer sets out the terms and the price upon which ESPE makes that connection, whilst the Asset Adoption Agreement sets out the terms under which ESPE adopts assets installed by the ICP. The Point of Connection Offer that ESPE makes, may be accepted by the Customer in accordance with its terms at any time within the Validity Period set out in ESPE's Point of Connection Offer. The price in ESPE's Point of Connection Offer may be different from any previous Budget Estimates.

Stage 4 – Acceptance of ESPE's Point of Connection Offer

- 4.32. If the Customer decides to accept ESPE's Point of Connection Offer, the Customer must:
 - accept the Point of Connection Offer in accordance with its terms within the Validity Period;
 - obtain design approval from ESPE for the Contestable Work in the timescales specified;
 - make any required payment by the date and means specified in ESPE's Point of Connection Offer; and
 - return the signed Point of Connection Offer in the timescale specified. This may be carried out by the appointed ICP, provided the Customer has given them authority to do so.
- 4.33. A valid acceptance of ESPE's Point of Connection Offer creates a legally binding agreement between ESPE and the Customer. Where the terms of the Asset Adoption Agreement have been unaltered, ESPE will sign the Asset Adoption Agreement and return a copy to the relevant parties.

Stage 5 – Construction by ESPE and the ICP

4.34. At this stage ESPE carries out construction of the Non-Contestable Works and the ICP carries out construction of the Contestable Works. ESPE may carry out routine inspections of the Contestable Works as it is installed. Such inspections are on the same basis as those ESPE carry out in respect of ESPE's own connections work. 10 working days before the Contestable Works are ready for connection to ESPE's Distribution System, the ICP must contact ESPE so that ESPE can confirm a date for connection. Subject to the provision of any required documentation and the satisfactory completion of any required tests, ESPE will connect the Contestable Works to ESPE's Distribution System and, where agreed, adopt the assets. MPANs are issued before the Connection Works are completed, so that arrangements can be made with the Supplier. On completion of this stage, the Extension Assets and Entry/ Exit Point(s), as appropriate, have been commissioned and are available for meters to be installed or, in the case of Unmetered Supplies, are ready for use.

Stage 6 - Adoption of the Contestable Works by ESPE

4.35. Adoption is in accordance with provisions of the Asset Adoption Agreement described in paragraph 3.14.

Standards of performance for Point of Connection Applications

4.36. Appendix 1 of Standard Licence Condition 15 of ESPE's Distribution Licence sets out the standards of performance for ESPE. ESPE must take all reasonable steps to comply with the standards of performance when providing Point of Connection Offers, design approval, connections, and Energisation of the connections. These standards apply where the Customer has provided ESPE with the necessary information needed to undertake the work and, where relevant, ESPE receives the required information from the relevant distributor (to whose distribution system ESPE's Distribution System connects). These standards are set out in the table below:

	Provision of Point of Connection Offers	Performance
(a)	Low voltage demand : for a new demand connection to ESPE's Distribution System where the highest voltage of the assets at the Point of Connection and any associated works is not more than one kV.	Within fifteen Working Days of receiving the request.
(b)	Low voltage generation: for a new generation connection to ESPE's Distribution System where the highest voltage of the assets at the Point of Connection and any associated works is not more than one kV.	Within thirty Working Days of receiving the request.
(c)	High voltage demand: for a new demand connection to ESPE's Distribution System where the highest voltage of the assets at the Point of Connection and any associated works is more than one kV but less than 22 kVs.	Within twenty Working Days of receiving the request.
(d)	High voltage generation: for a new generation connection to ESPE's Distribution System where the highest voltage of the assets at the Point of Connection and any associated works is more than one kV but less than 22 kVs.	Within fifty Working Days of receiving the request.
(e)	Extra high voltage demand: for a new demand connection to ESPE's Distribution System where the highest voltage of the assets at the Point of Connection and associated works is more than 22 kVs but not more than 132 kVs.	Within fifty Working Days of receiving the request.
(f)	Other connections: for a new demand connection or generation connection to ESPE's Distribution System that is not included within the preceding subparagraphs.	Within sixty-five Working Days of receiving the request.

Further information on these standards of performance can be found on ESPE's website at www.espug.com/library/for-householders/

Small Scale Embedded Generation

- 4.37. Small Scale Embedded Generation (SSEG) is defined as a source of electrical energy with a rating up to and including 16 Amperes per phase, single or multi-phase LV, and designed to operate in parallel with ESPE's Distribution System. If a SSEG unit (typically domestic combined heat and power units, domestic photovoltaic and domestic wind turbines) is installed, the Customer must, in accordance with statutory requirements, advise ESPE of their intention to utilise the SSEG installation no later than 28 days (inclusive of the day of commissioning), after its commissioning.
- 4.38. Engineering Recommendation (EREC) G83/1-1 entitled "Recommendations for the Connection of Small-Scale Embedded Generators (Up to 16A per phase) in Parallel with Public Low-Voltage Distribution Networks" is published by the Energy Networks Association (ENA) and is in effect until 16th may 2019. These recommendations will be superseded by EREC G98 and G99 which come into effect in 17th may 2019. These recommendations set out the technical requirements for the connection of SSEG units. For further information visit the ENA web-site. (www.energynetworks.org).
- 4.39. For the connection of other types of generator, the Customer will need to follow the process above so ESPE can make an offer to connect the Generator. Further information can be found in ESPE's Distributed Generation Connections Guide which can be accessed from ESPE's website:
 - https://www.espug.com/services/esp-electricity/.

Embedded Networks

- 4.40. Any person wishing to build a distribution network requiring a connection to ESPE's Distribution System should apply to ESPE using the processes set out in this Section.
- 4.41. ESPE accept and shall work to Engineering Recommendation G88 entitled; "Principles for the planning, connection and operation of electricity distribution networks at the interface between Distribution Network Operators (DNOs) and Independent Distribution Network Operators (IDNOs)", published by the ENA.
- 4.42. A Bilateral Connection Agreement shall be required between ESPE and the connected party, setting out the specific terms and conditions that govern the connection of the distribution network to ESPE's Distribution System, once the connection works are completed. While such terms and conditions are consistent with ESPE's Connection Charging Methodology, the Bilateral Connection Agreement takes precedence.

5. INFORMATION ON CONNECTION APPLICATIONS

INTRODUCTION

This section sets out further information with regards to obtaining a connection to ESPE's Distribution System.

Connection Offer and Point of Connection Offer Validity Periods

5.1. Any Connection Offer given is normally open for acceptance for ninety days from the date on the letter. This is the Validity Period. After that period the Connection Offer expires and is no longer open for acceptance. The Connection Offer is also provided on the understanding that the connection works are started and completed within a determined period of time. This period varies depending on the type and complexity of the connection works required. If, following acceptance of the Connection Offer, the connection works are not completed within the determined period of time or progressed in accordance with agreed milestones, and such failure to complete or progress the connection works is due to any act of default or omission by the Customer or the Customer's agents, ESPE reserve the right to withdraw the Connection/Point of Connection Offer and make a new Connection/Point of Connection Offer under such terms and conditions as are appropriate at the time.

Contestable Work

- 5.2. ESPE consider the following work to be Contestable with regards to ESPE's Distribution System and as such the work may be carried out in its entirety by a suitably accredited ICP:
 - assessment of a point of connection
 - design of the Contestable Work;
 - the procurement and provision of equipment and materials to ESPE's current specification for the Contestable Work;
 - trenching and other preparation of the site, including the circuit routes between the development and the Point of Connection;
 - construction of the Contestable Work;
 - determining the Point of Connection to ESPE's Distribution System at LV and HV unless expressly considered non-contestable;
 - connection of Contestable Works to the Distribution System and their Energisation at LV and HV only;
 - recording of work done and of the location of cable routes and other equipment on site or elsewhere (where those assets are installed by the ICP), and the provision of this information to ESPE;
 - Provision and installation of HV switchgear, including any plant or equipment required for the automation of ESPE's networks, in accordance with ESPE's technical specifications.

- reinstatement (both temporary, if appropriate, and permanent);
- making provision for the installation of metering equipment; and
- Land Rights negotiations to ESPE's standard terms.

Under certain circumstances and at ESPE's sole discretion, ESPE may agree that the Customer undertake part of the Contestable Works whilst ESPE carry out the remainder where it is practical to do so.

- Recommendation G81 and any of ESPE's specific requirements. Following receipt of the design of the Contestable Work ESPE shall either provide written confirmation of approval or explanation for rejection. Such approval shall not be unreasonably withheld. A charge is not made for approval of any design work undertaken by an ICP. Where the Contestable design has been undertaken by a suitably accredited ICP ESPE shall not be required to approve the design.
- 5.4. ESPE may, on occasion, request the ICP to include additional features in the design to assist ESPE. Such requests shall be made in writing and as soon is reasonably practicable. Where the ICP accepts this request ESPE will meet the agreed additional cost. Where the additional features should have been included to comply with ESPE's G81 documents, then these costs shall be met by the ICP/Customer.
- 5.5. The specification for design, materials, installation and recording, is governed by Engineering Recommendation G81, a seven part national framework document administered by the Energy Networks Association that is designed to be supplemented by ESPE's specific appendices. Any ICP carrying out such Contestable Work must comply with the specification. The seven parts comprise:

For green field and brown field housing estates:

- Part 1: Framework for Design and Planning
- Part 2: Framework for Materials Specification
- Part 3: Framework for Installation and Records

For industrial and commercial connections:

- Part 4: Framework for Design and Planning
- Part 5: Framework for Materials Specification
- Part 6: Framework for Installation and Records

All of the above must be read in conjunction with ESPE's corresponding suite of appendices that supplement Engineering Recommendation G81.

For diversionary and Reinforcement works:

Part 7: Framework for contestable diversionary and Reinforcement underground and overhead works not exceeding 33kV and HV/LV distribution substations.

These documents are available to view on the ENA website at:

http://www.energynetworks.org/

A copy of ESPE's supplementary documents can be requested from:

especontrol@espug.com

Non-Contestable Work

- 5.6. ESPE consider that the following works in respect of ESPE's Distribution System are deemed to be Non-Contestable and as such, can only be carried out by ESPE or ESPE's appointed agents:
 - Processing the application and Distribution System planning for the connection;
 - Deciding upon the Point of Connection to the Distribution System in exceptional circumstances as may be published from time to time;
 - Connection of the Contestable Work to the Distribution System other than at LV or HV;
 - Design, planning and specification of any works for Reinforcement of ESPE's Distribution
 System;
 - Carrying out of any works for Reinforcement of ESPE's Distribution System where the conditions for such work being Contestable Work are not met. Reinforcement (other than design and specification) and diversionary works may be contested when associated with the provision of a connection and subject to the circumstances in paragraph 5.8; and
 - Removal and/or the diversion of existing Electrical Plant and Electric Lines when they are not related to the contestable works.
- 5.7. The following works in respect of Contestable Works are deemed to be Non-Contestable:
 - Specification of the design and installation criteria and materials to be used for Contestable Works;
 - Concluding any Land Rights and consents that ESPE require;
 - Approval of the ICP's design where the ICP does not have the necessary accreditation or does not wish to self-approve the design;
 - Operational activity associated with the connection of Extension Assets or diverted assets to the Distribution System;
 - Operation, repair and maintenance of the Electrical Plant and the Electric Lines following adoption by ESPE; and
 - Inspection, monitoring and testing of any contestable work.

Contestable Reinforcement and Diversionary Work

5.8. Certain types of Reinforcement and diversionary work on ESPE's Distribution System may also be carried out by suitably accredited ICPs for adoption by ESPE. The scope of such work is limited to Reinforcement and diversionary works, associated with a connection, which:

- are new works that are physically and electrically separate from ESPE's existing Distribution System;
- do not require access to ESPE's existing operational areas;
- are fully funded by the single third party who is seeking the connection; and
- are restricted to works to install underground cables at voltage levels not exceeding 33kV and works to install HV/LV distribution substations.

In the circumstances above a suitably accredited ICP may also carry out the connection of diverted assets to the Distribution System and their Energisation where the connection is made at LV or HV by live jointing to an underground cable section of the Distribution System (in areas where the LV Distribution System is operated on an interconnected basis ESPE will need to carry out operational activity before the live jointing may commence).

- 5.9. The design of Reinforcement works can require a large volume of information that would need to be made available to allow the ICP to carry out such design works which is likely to outweigh the benefits of including design work within the scope of contestability. The design of connection Reinforcement remains Non-Contestable.
- 5.10. Where Reinforcement or diversionary work is required on the Distribution System of another LDNO, then the Customer or the ICP is required to liaise directly with the relevant LDNO.

Increase or Decrease in Required Capacity

- 5.11. If the Customer wishes to increase or decrease the Required Capacity of an existing connection, a request can be made by submitting an Application to ESPE at the address given in paragraph 4.5.
- 5.12. Any request to increase the Required Capacity shall be considered by ESPE and the Customer shall be informed whether the additional load is immediately available or whether Reinforcement work must first be carried out. Any costs for reinforcing ESPE's Distribution System shall be charged for in accordance with Section 6 of this document.
- 5.13. Any increase or decrease in Required Capacity shall normally be formally agreed by the implementation or variation of a Connection Agreement or agreed in writing by ESPE.
- 5.14. No decrease in Required Capacity for import shall take effect earlier than twelve months from the date of original connection, or twelve months from the last variation made to the Required Capacity.

Temporary De-energisation

5.15. An electrical installer may request that ESPE temporarily De-energise and subsequently Reenergise ESPE's Distribution System to enable that person to work on wiring and equipment safely. ESPE typically require notice of at least 10 working days to provide this service and a charge will apply.

Capacity of Domestic Connections

5.16. All new domestic connections for non-electrically heated dwellings have the ability to deliver a maximum demand capacity of 15kW, unless agreed otherwise with the Customer. (This does not imply that a generator with a rated output of 15kW can be accepted on that connection).

Large Low Voltage Connections

5.17. ESPE normally provides connections with a maximum demand capacity of up to 1000kVA at low voltage. However, ESPE will take into account the Customers particular requirements for a connection at high voltage and any disturbing loads (such as large motors or welding equipment) to be connected, together with the possibility of any future load increase in determining the voltage at which the connection is given.

Available Capacity

5.18. The capacity available on ESPE's existing Distribution System is determined on the basis of capacity that is currently available and which is not currently covered under any existing Connection Agreement, Asset Adoption Agreement or other commercial contract or agreement as may be considered to have reserved capacity.

Advice for Reducing the Connection Charge

- 5.19. The Connection Charge is normally based on the estimated costs of the Minimum Scheme. However ESPE are happy to discuss ways of reducing the connection charge. The list below identifies some of these methods.
 - If full details of the maximum power requirements are provided when an application is made, the time required in designing and producing a Connection Offer is minimised. The Customer has a legal obligation to provide all relevant information regarding the existing and/or proposed load details.
 - Connection Offers are provided subject to the availability of any necessary legal consent; however, if the Customer is able to provide assistance in these matters, it may help to reduce the connection charge. Legal consents may be easier to obtain if all the equipment required for the connection is situated within the Customer's land.
 - Customers may wish to consider carrying their own excavation works on their land, for instance the provision and installation of suitable ducts together with any road crossing ducts as necessary.

- Accepting a service position as close to the distribution system as possible results in the service cable length being kept to a minimum which in turn reduces the amount charged by ESPE.
- If a substation is required for the connection(s), the Customer may wish to consider the following:
 - a) Can the substation site/land be provided at no cost to ESPE?
 - b) Is the substation site to be provided in the optimum position? (This must be in agreement with ESPE)
 - c) Can the Customer construct a substation base and building? (These must be in accordance with ESPE's specifications)
 - d) Can the Customer provide suitable routes for any cables across the property?

6. Connection Charging Methodology

INTRODUCTION

This section sets out the parts of ESPE's Connection Charging Methodology where there are analogous paragraphs contained within the Common Connection Charging Methodology. The parts of the methodology specific to ESPE are contained in Section 8. Adherence to this section, and Section 8, ensures a consistent approach in the way that Connection Charges are calculated.

Payment Terms

6.1. The Connection Charge is normally payable in full, and in advance of Energisation of the Connection Works. For simple service connections, where work is minimal, ESPE recommend that payment is made at the same time as acceptance of ESPE's Connection/Point of Connection Offer as this expedites the programming of the work. The Connection Charge is payable in stages, in the case of a phased development, or connections requiring major electrical infrastructure; e.g. a housing estate, large commercial development, or large generator. An initial payment may be required at the time of acceptance of the Connection/Point of Connection Offer and further payment shall be required by instalment to coincide with ESPE's incidences of expenditure. This shall be reviewed and agreed on a case by case basis.

Minimum Scheme

- 6.2. The Minimum Scheme is the scheme with the lowest overall capital cost (as estimated by ESPE), solely to provide the Required Capacity. The Minimum Scheme shall be subject to:
 - accepted industry standards, including the requirements of the Distribution Code;
 - the status and configuration of the Relevant Section of the Network (RSN);
 - the standard sizes and types of equipment currently used by ESPE on ESPE's Distribution System which shall be reasonable in all circumstances;
 - maintaining ESPE's ability to minimise regulatory penalties associated with the Guaranteed Standards of Performance; and
 - where the Customer is an LDNO, maintains the Customer's ability to minimise regulatory penalties associated with the Guaranteed Standards of Performance.

The Minimum Scheme shall also be consistent with ESPE's statutory and licence obligations including the requirement to develop, maintain and operate an efficient, co-ordinated and economical electricity Distribution System.

- 6.3. ESPE will make available ESPE's design policies and standards as appropriate.
- 6.4. Subject to paragraphs 6.5 to 6.8 below, ESPE will calculate the Connection Charge based on the estimated costs of the Enhanced Scheme.

Enhanced Scheme

- 6.5. In certain circumstances ESPE may decide to design an Enhanced Scheme. This may include one or more of the following:
 - additional assets not required as part of the Minimum Scheme;
 - assets of a larger capacity than required by the Minimum Scheme; and
 - assets of a different specification than required by the Minimum Scheme.
- 6.6. The Connection Charge associated with the Enhanced Scheme is calculated subject to the exclusion of the costs of any additional assets that are not necessary for the provision of the connection.
- 6.7. If ESPE decide to design an Enhanced Scheme then the Connection Charge that ESPE applies shall be the lower of the Enhanced Scheme and the Minimum Scheme.
- 6.8. There may be certain circumstances, such as where ESPE is required to undertake work that is over and above that of the Minimum Scheme, where ESPE may require the Customer to contribute to, or pay in full, the costs of the Enhanced Scheme. These circumstances are detailed further in paragraphs 6.12 to 6.19.

Costs

- 6.9. ESPE may recover the reasonable costs incurred, both directly and indirectly in providing a connection and may, where permitted by the Licence, apply a reasonable margin. The factors taken into account by ESPE to calculate the Connection Charge include, but are not limited to:
 - industry standards governing the Distribution System;
 - the Required Capacity;
 - available capacity of the existing Distribution System;
 - whether any diversionary works are required as a result of the developments and required disconnection of any assets;
 - the length of cable required;
 - type of ground requiring excavation, the type and extent of the reinstatement necessary (including New Roads and Street Works Act requirements and any other relevant legislation), and the need for road, bridge crossings etc.;
 - any Electrical Plant and civil costs required, allowing for any civil works undertaken by the Customer with ESPE's agreement;
 - the requirement to work outside of normal working hours;
 - the costs of securing easements for plant and cable including any consents;
 - the costs of securing suitable substation sites including any necessary Land Rights;
 - the costs of public enquiries and environmental impact studies;

- charges for any other costs associate with the work on Sites of Special Scientific Interest (SSSI), railway lines etc.;
- any variations in respect of the actual costs that were reasonably incurred as specified in the Connection Offer;
- costs for reinforcing the existing network in order to provide the connection; and,
- costs associated with NRSWA noticing.

Cost Allocation

- 6.10. The costs charged to the Customer as a connection charge may be split into three categories:
 - Costs for providing the connection which are to be paid in full by the Customer (see 6.12 to 6.19).
 - Costs to be paid by the Customer in respect of works that have previously been constructed (see 6.33).
 - Cost for providing the connection which are to be apportioned between the Customer and ESPE (see 6.20 6.32).
- 6.11. Some costs may be borne in full by ESPE and are not be included in the Connection Charge (see paragraphs 6.34 6.37).

Costs to be paid in full by the Customer

- 6.12. The costs of providing Extension Assets shall be charged in full to the Customer.
- 6.13. Where there is a requirement for additional security or the characteristics of the load requires ESPE to install assets in excess of the Minimum Scheme then the Customer is required to pay the costs that are in excess of the Minimum Scheme in full. Where a three-phase connection and/or a supply voltage is requested that is not necessary to meet the Required Capacity and the local Distribution System is not of the requested number of phases and/or voltage, then the Customer shall be required to pay in full the cost of Reinforcement of the Distribution System to the specified number of phases/and/or voltage.
- 6.14. The costs of the future operation and maintenance of any additional assets requested (i.e. assets provided over and above those associated with the Minimum Scheme) may be payable in full by the Customer. This is normally levied as a one off charge representing the net present value of the future operation and maintenance costs as calculated as a percentage specified in paragraph 8.2 of the additional capital cost of the Scheme. See Example 3(b) for an illustration of where additional security is requested.
- 6.15. Work required to reconfigure the Distribution System to meet the Customer's requirements where no additional Network or Fault Level Capacity is made available shall be charged in full to the Customer.

- 6.16. Where the Extension Assets would normally require the extension of existing switchgear equipment and this is not possible, the costs of the full replacement of the switchgear (using the nearest standard size) shall be charged to the Customer, provided that there is no Reinforcement of the Distribution System.
- 6.17. For generation connections only, Reinforcement costs in excess of the high cost project threshold of £200/kW shall be charged to the Customer in full as a connection charge.
- 6.18. To facilitate the Maximum Capacity requested by the Customer in the connection application, ESPE may be required to pay additional charges to the operator of the Distribution System to which ESPE's network connects. The upstream network operator shall be required to calculate these charges in accordance with their connection charging methodology. Where ESPE receive charges from the upstream network operator ESPE passes such charges on to the Customer as part of the overall Connection Charge. The rules for apportionment described in paragraphs 6.20 to 6.32 below do not apply. See Example 14.
- 6.19. At the time of publication of this document ESPE does not have any connections to the Transmission System. However, should the connection result in any works being undertaken on the Transmission System then these costs shall be calculated according to the Transmission System Operator's methodology and included in the Connection Charge.

Costs to be apportioned between the Customer and ESPE

- 6.20. Where ESPE need to undertake Reinforcement of ESPE's Distribution System to facilitate the connection, the costs of such work shall be apportioned between the Customer and ESPE. The methods used to apportion the costs of Reinforcement are set out in paragraphs 6.28 6.32. There are five exceptions to this rule. Where an exception applies, Reinforcement shall be treated as Extension Assets and costs are not apportioned. These exceptions are described below and the application of exceptions 1, 2, 4, and 5 is demonstrated in the Examples.
- 6.21. **Exception 1:** Where the Reinforcement is:
 - downstream of the POC; and
 - over and above the Minimum Scheme; and
 - provided at ESPE's request; and
 - provided by connecting two points on the existing Distribution System; and
 - there is little or no prospect of the capacity created being required within the next five years,

then the apportionment rules do not apply. The Customer shall be required to pay the costs associated with the Minimum Scheme and ESPE shall pay the costs over and above the Minimum Scheme. See Example 2B.

6.22. **Exception 2:** Where the Reinforcement is in excess of the Minimum Scheme and is at the Customer's request, the Reinforcement shall be treated as Extension Assets and the

apportionment rules do not apply. The costs in excess of the Minimum Scheme shall be borne in full by the Customer (see paragraphs 6.12 to 6.19 above). See Example 2B.

- 6.23. **Exception 3**: Where the Reinforcement is provided to accommodate a Temporary Connection the Reinforcement shall be treated as Extension Assets and the apportionment rules do not apply. The costs associated with the Temporary Connection shall be borne in full by the Customer. Temporary Connections are defined as connections that are only required for a period of up to five years, but exclude connections to provide the initial connection to a development, where the Reinforcement is subsequently required for the permanent connection.
- 6.24. **Exception 4**: Where the replacement of switchgear results in an increase in fault level capacity and:
 - that increase is solely as a result of the fault level rating of the standard switchgear equipment used by ESPE being higher than that of the existing switchgear; and
 - that increase in fault level capacity is not needed to accommodate the connection.

then, unless the switchgear adds network capacity and the Security CAF applies, the switchgear replacement is treated as Extension Assets and the apportionment rules do not apply. The Customer shall be required to pay the full cost of the switchgear replacement. See Example 7B.

- 6.25. **Exception 5:** Where the Reinforcement:
 - is provided by connecting two points on the existing distribution system; and
 - is providing connection to a development with a number of Entry/ Exit Points,

then the additional network length (measured from suitable points close to the site boundaries which would allow for a clear demarcation of Contestable and Non-Contestable Work) required to provide connectivity within the development shall be considered to be Extension Assets and the apportionment rules shall not apply. The Customer shall pay the full cost of the additional network length. See Example 8B.

- 6.26. For avoidance of doubt, where Reinforcement costs are borne by the Customer and any capacity created is used to accommodate new or increased connections within the ECCR Prescribed Period, then the provisions of the ECCR applies (see paragraphs 6.40 6.43).
- 6.27. The costs of Reinforcement shall be apportioned using one of two Cost Apportionment Factors (CAFs), dependent upon which factor is driving the requirement for Reinforcement:
 - The 'Security CAF'; and
 - The 'Fault Level CAF'.

$6.28. \ \,$ The following definitions are used in the application of the CAFs.

Existing Capacity	For existing Customers their Existing Capacity is either:-		
	a) the Chargeable Capacity used in the calculation of their use of system charges; or		
	 b) for Customers who are not charged for use of system on the basis of their Chargeable Capacity the lower of: No. of phases x nominal phase-neutral voltage (kV) x fuse rating (A); and 		
	■ The rating of the service equipment.		
Fault Level Contribution from Connection	The assessment of the Fault Level contribution from the equipment to be connected taking account of its impact at the appropriate point on the Distribution System. Where an existing Customer requests a change to a connection then the "Fault Level Contribution from Connection" is defined as the incremental increase in Fault Level caused by the Customer.		
New Fault Level Capacity	The Fault Level rating, following Reinforcement, of the equipment installed after taking account of any restrictions imposed by the local network Fault Level capacity. For the avoidance of doubt this rule is used for all equipment types and voltages.		
New Network Capacity	The secure or non-secure capacity of the Relevant Section of Network (RSN) following Reinforcement. Whether secure or non-secure capacity is applicable depends upon the type of capacity that can be provided from the RSN. For example, if the capacity provided to the Customer by the RSN is secure, but the capacity requested by the Customer at the point of connection is non-secure, the secure capacity is used. See Example 12.		
	The capacity to be used is based on ESPE's assessment of the thermal ratings, voltage drop and upstream restrictions and compliance with ESPE's relevant design, planning and security of supply policies. The equipment ratings to be used are the appropriate operational rating at the time of the most onerous operational conditions taking account of seasonal ratings and demand.		

Relevant Section of Network (RSN)	The part or parts of the Distribution System which require(s) Reinforcement. Normally this comprises of: the existing assets, at the voltage level that is being reinforced, that would have been used to supply the Customer (so far as they have not been replaced) had sufficient capacity been available to connect the Customer without Reinforcement; and/or		
	the new assets, at the same voltage level, that are to be provided by way of Reinforcement.		
	Where it is unclear what assets would have supplied the Customer in the event that sufficient capacity had been available, the existing individual assets with the closest rating to the new assets are used. See Example 12.		
	There may be more than one RSN (e.g. at different voltage levels).		
Required Capacity	The Maximum Capacity agreed with the Customer. In the case of multiple connections (e.g. a housing development) it may be adjusted after consideration of the effects of diversity. Where an existing Customer requests an increase in capacity then it is the increase above their Existing Capacity.		

6.29. The 'Security CAF' is applied, where the costs are driven by either thermal capacity or voltage (or both) as assessed against the relevant standard. This rule determines the proportion of the Reinforcement costs that should be paid by the Customer as detailed below.

Security CAF =
$$\frac{\text{Required Capacity}}{\text{New Network Capacity}} \times 100\%$$
 (max 100%)

6.30. The 'Fault Level CAF' is applied, where the costs are driven by Fault Level restrictions. This rule determines the proportion of the Reinforcement costs that should be paid by the Customer as detailed below.

Fault Level CAF =
$$3 \times \frac{\text{Fault Level Contribution from Connection}}{\text{New Fault Level Capacity}} \times 100\%$$
 (max 100%)

6.31. For clarity, where the Customer requires an augmentation to an existing connection, both the Security and Fault Level CAFs are based on the increase in Required Capacity and increase in Fault Level Contribution from the connection respectively. Any related increases within the previous three year period are taken into account in determining the increase in the Required Capacity or increase in the Fault Level Contribution from the connection to be applied within the CAF.

6.32. On some Schemes there may be interaction between the two rules. In such cases, the 'Security' CAF shall be applied to costs that are driven by the security requirement. The 'Fault Level CAF' shall be applied to costs that are driven by Fault Level requirements. See the Examples for illustrations on the application of the CAFs.

Recovery of costs for previous works

- 6.33. Where, in order to provide the connection:
 - ESPE propose to utilise existing Distribution System assets that were previously installed to provide a connection to another Customer; and
 - the other Customer has paid ESPE (either in part or in full) a Connection Charge for those assets or paid an ICP for those assets which were then adopted by ESPE; then,

the Customer may be required to make a payment towards them. The ECCR prescribes the circumstances where such payment is required. Charges for such works only apply where the new connection is provided within the ECCR Prescribed Period.

Costs to be paid in full by ESPE

- 6.34. Where assets are installed at ESPE's request that are above the cost of the Minimum Scheme then the Customer shall be required to pay the costs associated with the Minimum Scheme and ESPE shall pay the costs over and above the Minimum Scheme.
- 6.35. ESPE fully fund Reinforcement carried out on ESPE's Distribution System at greater than one voltage level above the voltage at the Point of Connection to ESPE's Distribution System.
 - The table below illustrates the application of the one voltage rule in relation to Reinforcement. The Customer is not required to contribute towards the cost of any Reinforcement provided at one voltage level above the Point of Connection up to and including the cost of circuit breakers provided at that voltage.

	Voltage at the Point of Connection			
Voltage of Scheme Assets	LV (below 1000V)	HV (above 1kV but less than 22kV	EHV (above 22kV but less than 72kV	132kV
132kV Network	ESPE Fund	ESPE fund ¹	Apportioned	Apportioned
132kV/EHV Substation	ESPE Fund	EHV circuit breakers only Apportioned	Apportioned	Not applicable
EHV Network	ESPE Fund	Apportioned	Apportioned	Not applicable
132kV/HV Substation	HV circuit breakers on Apportioned	Apportioned	Not applicable	Not applicable
EHV/HV Substation	HV circuit breakers on Apportioned	Apportioned	Not applicable	Not applicable
HV Network	Apportioned	Apportioned	Not applicable	Not applicable
HV/LV Substation	Apportioned	Not applicable	Not applicable	Not applicable
LV Network	Apportioned	Not applicable	Not applicable	Not applicable

¹ HV circuit breakers only apportioned

Where another LDNO with a distribution network that is connected to ESPE's Distribution System requires an increase in capacity to its distribution network, the voltage at the POC for assessing the one voltage rule shall be:

- In the case of a new extension to the network of the other LDNO, the voltage of connection at which the Extension Assets connect to the other LDNO's network; or
- In the case of additional capacity required in respect of a Customer connected to the existing assets of the LDNO, the voltage at which the Customer connects to the LDNO's network.
- 6.36. ESPE fully fund Reinforcement carried out to allow the installation of all equipment at an existing premise which remain connected via an existing low-voltage single, two or three phase service fused at 100 amperes or less per phase which is metered with whole-current metering; provided that (to the extent where it is relevant):

- the Reinforcement is carried out to allow the installation of equipment as part a single application for a single or multiple installations;
- any and all electricity generation equipment installed has a rated output not greater than 16 amperes per phase (or not greater than 16 amperes per phase at any single premises if a single application for multiple installations);
- any and all equipment installed which does not constitute a modification to the existing service conforms with the technical requirements of the following standards (notwithstanding that the equipment may have an input current that is more than 16 amperes per phase):
 - BS EN 61000-3-2 Electromagnetic compatibility (EMC). Limits. Limits for harmonic current emissions (equipment input current ≤ 16 A per phase); and
 - BS EN 61000-3-3 Electromagnetic compatibility (EMC). Limits. Limitation of voltage changes, voltage fluctuations and flicker in public low-voltage supply systems, for equipment with rated current ≤ 16 A per phase and not subject to conditional connection
- 6.37. Where it is necessary to modify a low-voltage single phase looped service for an existing premise, this shall be considered to have remained connected under paragraph 6.36 above.

Recovered Equipment and Deferment of Asset Replacement

- 6.38. Normally, the Customer does not receive any credit for the value of any equipment recovered by ESPE a result of the connection. However, where a Temporary Connection is to be disconnected, ESPE shall determine the value of recovered equipment that ESPE can subsequently re-use (net of depreciation and removal and refurbishment costs). Where there is a net value in the recovered equipment that can be re-used, ESPE shall pay the Customer the amount of such net value subject to a de-minimis level of £100. The value shall be based on the reasonable costs of:
 - Determining whether the equipment can be re-used;
 - Calculating the refund; and
 - Processing any credit.
- 6.39. The Customer shall not receive any credit for the value of any deferment of asset renewal expenditure by ESPE.

Rebates

- 6.40. For Distribution System assets where the Customer has paid in full, then the Customer may be entitled to a future rebate of charges should another Customer connect to those assets. These circumstances are detailed in the ECCR.
- 6.41. For Distribution System assets where the Customer has paid in proportion to the Required Capacity, then the Customer is not entitled to a future rebate of charges should another Customer connect to those assets.

- 6.42. The entitlement to receive payments under the ECCR only applies to connections made within the ECCR Prescribed Period from the first provision of the connection.
- 6.43. These provisions do not apply where the connection was made before 6 April 2017 and ESPE have adopted the assets from an ICP. However, for connections made on or after 6 April 2017, these provisions do apply to assets ESPE have adopted from an ICP (as further described in the ECCR).

Speculative Developments

- 6.44. In the majority of cases, parties are able to provide information that gives ESPE certainty that the capacity requested is largely utilised once the development has matured. ESPE use the term 'Speculative Development' to describe those types of developments where ESPE have significant uncertainty about:
 - the nature or size of the development
 - the type of premises (e.g. manufacturing, office/business use, warehousing, generation, domestic) to be connected
 - the expected timescales over which the development will utilise the capacity requested.
- 6.45. More specifically, ESPE may consider developments which have one or more of the following characteristics as speculative where:
 - limited or no information is provided in respect of the detailed electrical load requirements for individual premises making up the development and as a consequence for the development as a whole;
 - the proposed phasing and /or timing of the phasing of the development is unknown or unclear;
 - a significant proportion of the capacity requested caters for future expansion rather than the immediate requirements of (an) end user(s);
 - the capacity requested caters for future speculative phases of a development rather than the initial known phase(s) of the development; or
 - only infrastructure is provided and where limited or no connections are provided to the premises of end users (e.g. high or low voltage mains being provided along a spine road).
- 6.46. In determining whether a development is considered as speculative ESPE shall take a holistic view of the development in relation to the load requested, the timing of the development and the scope of the development.
- 6.47. For example, ESPE may treat a connection request for 10 large commercial units as speculative where the end users or types of end users are not yet known and the load requirements for each of the premises is uncertain. In contrast a mixed development of residential plots, shops and a school is unlikely to be considered as speculative as there is a greater degree of certainty about what the overall electrical load of the development is.

- 6.48. In considering the timing of the development ESPE shall consider, among other things, whether planning permission exists, the likelihood of the development progressing and any projected build out phasing of the development that the Customer provides ESPE.
- 6.49. ESPE shall provide an explanation if it considers the development to be speculative. If the Customer disagrees with ESPE's decision then ESPE shall consider any further information that may be provided regarding the requirements for the development.
- 6.50. Where ESPE is asked to provide a connection to a Speculative Development then the cost of the work is charged in full. Additional charges to reflect ongoing operation, repair and maintenance costs may also be levied.
- 6.51. ESPE may, at its sole discretion, allow capacity to be reserved on the infrastructure provided to service the Speculative Development on commercial terms agreed between the Customer and ESPE in respect of the of development.

Connection Alterations

6.52. Where the Customer requests an alteration to the connection arrangements, including a change in the supply voltage, the costs are charged in full to the Customer. For the avoidance of doubt, increases in the Required Capacity are dealt with in accordance with previous sections.

Capacity Ramping for LDNOs

- 6.53. For an LDNO the Required Capacity (expressed in kVA) is the Maximum Capacity to be provided at the boundary between the LDNO's distribution Network and ESPE's Distribution System. This value shall be agreed with ESPE and stated in the Bilateral Connection Agreement for the relevant embedded network.
- 6.54. When a connection is provided to an LDNO the take-up of capacity may grow over a period of time as the site develops and individual customers are connected. In such circumstances the Bilateral Connection Agreement may include a phased Required Capacity based on the Development Phase.
- 6.55. During the Development Phase a review may be undertaken annually on the anniversary of the Energisation of the embedded network. Any unused capacity identified in such review may be released for use by other customers and the Maximum Capacity reduced to an agreed level within the Bilateral Connection Agreement.
- 6.56. Should additional capacity subsequently be required, the LDNO may incur additional Connection Charges for any Reinforcement based on the increase in capacity.

Competition in Connection Charges

6.57. Should the Customer choose to have any Contestable Work undertaken by an ICP, ESPE shall not levy Competition in Connection Charges associated with design approval, inspection and adoption of the Contestable works.

Land Rights

- 6.58. Where Land rights are required from a third party, the costs of acquiring those rights are included in either the Connection Charge to the Customer or through a separate mechanism agreed between the Customer and ESPE.
- 6.59. If the land rights that ESPE require cannot be obtained by negotiation, ESPE may, following discussion with the Customer, exercise ESPE's powers of compulsory purchase (Section 10 and Schedule 3 of the Act) or apply to the Secretary of State or the Scottish Government in Scotland for a 'necessary wayleave' (paragraphs 6-8 of Schedule 4 of the Act). If ESPE do so, the costs that ESPE incur, including those of the Lands Tribunal/Lands Tribunal for Scotland (which determine issues of compensation) are charged to the Customer. The Lands Tribunal may award compensation to the landowner and/or anyone who holds an interest in the land and this shall be included in the Connection Charge or through a separate mechanism agreed between the Customer and ESPE.
- 6.60. ESPE require the transfer of the freehold or alternatively the grant of long leasehold of any substation site which forms part of the Contestable or Non-Contestable Works.
- 6.61. ESPE require the grant of a permanent easement (deed of grant) for any Electric Line cable that forms part of the Contestable or Non-Contestable Works which does not fall within land deemed adopted highway.

Unmetered Supplies

- 6.62. For some street lighting and other installations, ESPE may allow items of equipment to be connected to ESPE's Distribution System without a meter. This is subject to the equipment having a low and predictable pattern of consumption and meeting the requirements of The Electricity (Unmetered Supply) Regulations 2001.
- 6.63. Where ESPE agree that a meter is not required the provision of such a connection is dependent on the owner entering into an unmetered Connection Agreement and providing and maintaining an auditable inventory, in a format agreed with ESPE, so that an accurate estimate of the consumption can be produced.
- 6.64. Where certain criteria are met the provision of services for unmetered connections may be made via time based connection service charge, e.g. Rent-a-Jointer Services. This is subject to ESPE entering into a contract with the Customer for the provision of such services.
- 6.65. The Customer may elect an accredited ICP to carry out the Contestable Work for unmetered connections. The ICP shall be allowed to carry out live jointing on low voltage underground cables. Where the Customer uses an ICP, arrangements must first be established as follows:
 - the Customer shall enter into an agreement with the ICP to carry out and complete the contestable work; and
 - ESPE shall enter into an agreement with the Local Authority.

Disconnection

6.66. If ESPE Disconnect the Entry/Exit point either

- at the Customer's request; or
- due to the failure by the Customer to comply with the terms of the connection agreement,

then the cost of such disconnection shall be borne by the Customer.

6.67. If the Customer terminates the Connection Agreement, ESPE retain the right to remove its Electrical Plant and Electrical Lines and charge the Customer should ESPE do so. Apparatus which is not cost effective for ESPE to recover (e.g. Electric Lines laid underground) are normally made safe and left at the Premises, but if the Customer requires ESPE to remove any remaining equipment, the cost of removal shall be payable by the Customer. All such apparatus remain ESPE's property unless otherwise agreed in writing.

7. EXAMPLES ILLUSTRATING THE APPLICATION OF THE CHARGING METHODOLOGY

The following examples are to illustrate the application of the Connection Charging Methodology and are not intended to provide an accurate estimate of the charges a person would become liable for in respect of the provision of a connection. The examples do not necessarily represent the Minimum Scheme for a specific connection application.

The figures quoted in the examples are illustrative. Section 9 of this statement provides ESPE's charges and indicative costs to undertake various activities. Actual costs are confirmed within the connection offer.

The examples illustrate where ESPE undertake both the Contestable and Non-Contestable Work. These costs shall include the determination of the Point of Connection and assessment and design costs, though these may not be explicitly identified in the examples.

Where Contestable Work is undertaken by an ICP, ESPE shall not apply CIC Charges for services associated with the Contestable Works which would cover activities including design approval, inspection and monitoring. For the avoidance of doubt, in each example, where an ICP undertakes the Contestable Work, ESPE's Connection Charge shall include the cost of the Non-Contestable Work but exclude the cost of Contestable Work.

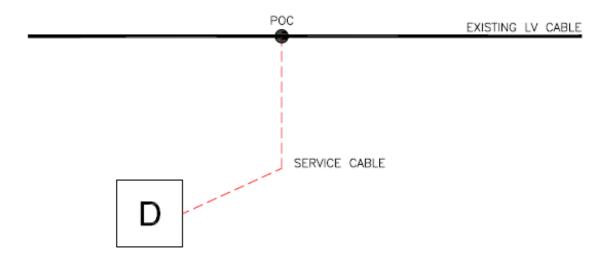
The examples are generic and standard for all LDNOs, but they do not represent the network analysis and subsequent design solutions that would be completed for an actual connection scheme. The actual designs are subject to ESPE's design polices.

Key to Illustrations

X	Circuit Breaker (any voltage)
^	Circuit breaker (any voilage)
	Switch
Q	Transformer
•	Joint on cable
	High voltage ring main unit
×	
	Existing cable
	Proposed cable
→	Normal Open Point (NOP)
G	Generator Customer
D	Demand Customer
+	Point of Connection (POC)
ss	Sub Station

Example 1: A new connection to a domestic premise

A Customer requests a LV single phase connection to a new house. The Premises can be connected to an existing LV main cable in the street.



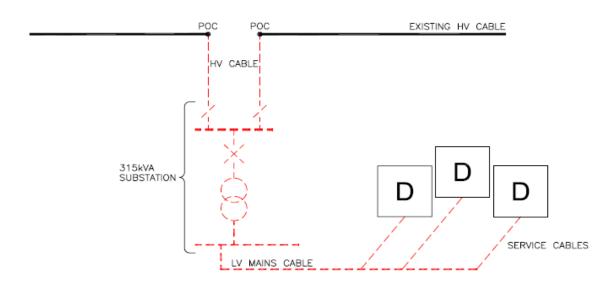
The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
15m service cable, excavation in footpath for joint hole to Customer laid duct, backfill and termination	£850	n/a	£850
Non-Contestable Work			
Single service breech joint	£500	n/a	£500
Total Extension Asset Cost			£1,350
CIC Charges			Nil

Example 2A: New connections on a domestic housing development

A housing developer requests connections for 200 domestic Premises. The Required Capacity to supply the 200 homes is 250kVA. A new distribution substation shall be established to provide the Required Capacity of the site. The Minimum Scheme requires the substation to be looped into the existing HV network.



The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

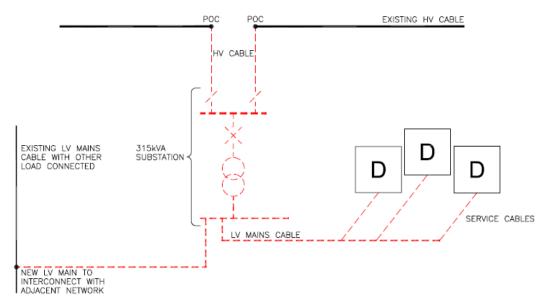
	Cost	Apportionment	Customer Contribution
Contestable Work			
Provision and installation 100m HV cable	£11,000	n/a	£11,000
315kVA substation	£24,000	n/a	£24,000
LV mains, service cables and terminations	£170,000	n/a	£170,000
Non-Contestable Work			
Two HV cable joints	£2,000	n/a	£2,000
Total Extension Asset Cost			£207,000
CIC Charges			Nil

Total Connection Charge = £207,000

Example 2B: New connections on a domestic housing development with interconnection.

This Example demonstrates the application of two of the exceptions to the apportionment rules, Exception 1 (paragraph 6.21) and Exception 2 (paragraph 6.22).

As in Example 2A, a housing developer requests connections for 200 domestic Premises. The Required Capacity to supply the 200 homes is 250kVA. A new distribution substation shall be established to provide the Required Capacity of the site. The Minimum Scheme requires the substation to be looped into the existing HV network. However, in this Example there is an option to provide an additional LV cable to interconnect the distribution substation with the existing LV network. This option is over and above the Minimum Scheme.



Interconnecting into the existing LV network increases the capacity of the existing Distribution System. Therefore, the assets that connect the HV and LV network would normally be considered to be Reinforcement. These assets (as shown on the diagram above) include the HV cable, the 315kVA substation and the interconnecting LV main. They exclude the LV mains and service cables from the 315kVA substation to the Customer's development. However, whether these assets are to be considered Reinforcement or Extension Assets depends upon who requested the LV interconnection and whether any capacity created is likely to be used. One of three scenarios apply:

a) The LV interconnection is requested by the Customer (Exception 2).

In this case the Reinforcement is over and above the Minimum Scheme and requested by the Customer. Therefore, Exception 2 applies and all assets (including the interconnecting LV cable) shall be treated as Extension Assets and their costs are borne in full by the Customer. As the interconnecting LV main and associated LV joint are over and above the Minimum Scheme, a charge for their future operation and maintenance shall not be made.

The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Works			
Provision and installation 100m 11kV cable (from existing HV network to substation)	£11,000	n/a	£11,000
315kVA substation	£24,000	n/a	£24,000
LV mains, service cables and terminations (from substation to the Customer's development)	£170,000	n/a	£170,000
Interconnecting LV Cable (from substation to existing LV network)	£10,000	n/a	£10,000
Non-Contestable Works			
Two HV cable joints	£2,000	n/a	£2,000
LV cable joint	£1000	n/a	£1,000
Difference between Minimum and the actual Scheme is £11,000. Operation & Maintenance @20%* of £11,000		n/a	£2,200
Total Extension Asset Cost	£218,000		£220,200
CIC Charges			Nil

Total Connection Charge = £220,200

b) The LV interconnection is requested by ESPE in order to create additional network capacity (No exception).

In this case, the assets connecting the existing HV and LV network add capacity to the existing network and none of the exceptions described in paragraphs 6.21 - 6.25 apply. Therefore they are treated as Reinforcement. The costs of the Reinforcement assets that form part of the Minimum Scheme (the HV cable and associated HV joints; the 315kVA substation) are apportioned. The interconnecting LV cable and associated LV joint are considered to be Reinforcement but, as they are over and above the Minimum Scheme and requested by ESPE, the costs shall be borne in full by ESPE.

^{*}Note, the 20% Operation and Maintenance figure is illustrative.

Reinforcement:

The RSN is that part or parts of the Distribution System that can be used to supply the Customer in both normal and abnormal running arrangements which, in this case, is the distribution substation and the HV Cables.

Security CAF calculation: the numerator in the CAF calculation is based upon the Required Capacity of the Customer, which is 250kVA. The denominator is based on the New Network Capacity following Reinforcement, which is 315kVA, i.e. the secure capacity of the distribution substation and HV cables.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement:

	Cost	Apportionment	Customer Contribution
Non-Contestable Work			
Provision and installation 100m 11kV cable (from existing HV network to substation)	£11,000	250/315 × 100% =79.4%	£8,730
315 kVA substation	£24,000	as above	£19,048
Two HV cable joints	£2,000	as above	£1,587
Interconnecting LV Cable (from substation to existing LV network)	£10,000	In excess of Minimum Scheme	£0
LV Cable Joint	£1,000	In excess of Minimum Scheme	£0
Total Reinforcement Cost	£48,000		£29,365

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
LV mains, service cables and terminations (from the substation to the Customer's development)	£170,000	n/a	£170,000
Total Extension Asset Cost	£170,000		£170,000
CIC Charges			Nil

Total Connection Charge = £29,365 + £170,000 = £199,365

c) The LV interconnection is requested by ESPE but there is little prospect of the capacity created being used (Exception 1).

In this case all the requirements of Exception 1 (paragraph 6.21) are met so the assets that connect the existing HV and LV Distribution System are treated as Extension Assets and their costs shall not be apportioned. The Customer shall pay the costs associated with the Minimum Scheme in full. The interconnecting LV cable and associated LV joint as they are over and above the Minimum Scheme and requested by ESPE, therefore the costs shall be borne in full by ESPE.

The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

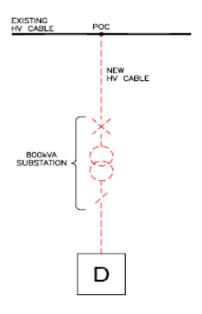
	Cost	Apportionment	Customer Contribution
Contestable Works			
Provision and installation 100m 11kV cable (from existing HV network to substation)	£11,000	n/a	£11,000
315 kVA substation	£24,000	n/a	£24,000
LV mains, service cables and terminations (from substation to the Customer's development)	£170,000	n/a	£170,000
Non-Contestable Works			
Two HV cable joints	£2,000	n/a	£2,000
Interconnecting LV Cable (from substation to existing LV network)	£10,000	In excess of Minimum Scheme	£0
LV Cable Joint	£1000	In excess of Minimum Scheme	£0
Total Extension Asset Cost	£218,000		£207,000
CIC Charges			Nil

Total Connection Charge = £207,000

Example 3: A new connection to commercial Premises

A Customer requests a new LV three phase 600kVA connection to commercial Premises. Four scenarios for connection are considered below. The Minimum Scheme is dependent on the specific circumstances as set out in paragraphs 6.2 to 6.4.

a) Where the Minimum Scheme is a new 800kVA substation teed onto the existing HV network.



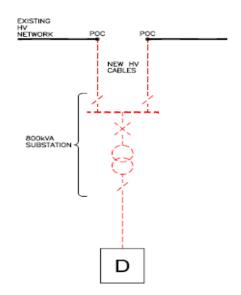
The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
Provision and installation of 150m of HV cable	£30,000	n/a	£30,000
800kVA substation	£17,000	n/a	£17,000
Provision and installation LV cabling	£4,400	n/a	£4,400
Metering panel	£800	n/a	£800
Non-Contestable Work			
HV joint to network	£1,900	n/a	£1,900
Total Extension Asset Cost	£54,100		£54,100
CIC Charges			Nil

Total Connection Charge = £54,100

In each of the following scenarios the Customer is connected with a looped connection, as illustrated in the following diagram.



b) The Minimum Scheme is as for scenario a) above but the Customer requests an enhanced connection arrangement where the substation is looped into existing HV network

The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			Contribution
Provision and installation of 300m of HV cable	£35,000	n/a	£35,000
800kVA substation	£20,000	n/a	£20,000
Provision and installation LV cabling	£4,400	n/a	£4,400
Metering panel	£800	n/a	£800
Non-Contestable Work			
HV joints to network	£2,900	n/a	£2,900
Total Extension Asset Cost	£63,100		£63,100
Difference between Minimum and the actual Scheme is £9,000. Operation & Maintenance @20%* of £9,000			£1,800
Total Extension Asset Cost			£64,900
CIC Charges			Nil

Total Connection Charge = £64,900



^{*}Note, the 20% Operation and Maintenance figure is illustrative.

c) The Minimum Scheme is as for scenario a) above but ESPE request an Enhanced Scheme where the substation is looped into the existing HV network.

The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

	Cost	Apportionment	Customer
			Contribution
Contestable Work			
Provision and installation of 300m of	£35,000	Minimum Scheme	£30,000
HV cable looped to network, HV Ring			
Main Unit, 800kVA transformer			
800kVA substation	£20,000	Minimum Scheme	£17,000
Provision and installation LV cabling	£4,400	n/a	£4,400
Metering panel	£800	n/a	£800
Non-Contestable Work			
HV joints to network	£2,900	Minimum Scheme	£1,900
Total Extension Asset Cost	£63,100		£54,100
CIC Charges			Nil

Total Connection Charge = £54,100

d) The Minimum Scheme is a new 800kVA substation looped into existing HV network.

The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
Provision and installation of 300m of HV cable looped to network, HV Ring Main Unit, 800kVA transformer	£35,000	n/a	£35,000
800kVA substation	£20,000	n/a	£20,000
Provision and installation LV cabling	£4,400	n/a	£4,400
Metering panel	£800	n/a	£800
Non-Contestable Work			
HV joints to network	£2,900	n/a	£2,900

Total Extension Asset Cost	£63,100	£63,100
CIC Charges		Nil

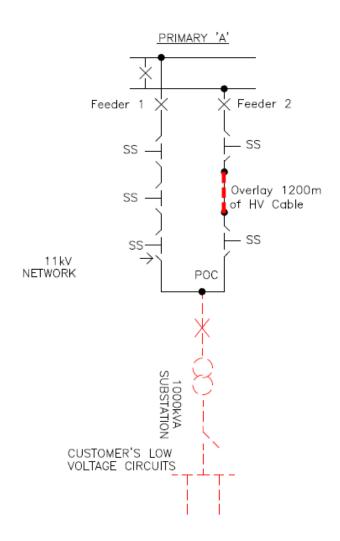
Total Connection Charge = £63,100

Example 4: Additional load application for commercial Premises (requiring a new connection from the HV network)

A Customer requests to increase the Maximum Capacity of their existing LV connection from 200kVA to 850kVA; an increase of 650kVA (the Required Capacity).

As the Customer's existing LV connection is unable to deliver the Required Capacity a new connection is required from the local HV network. This is a non- secure connection to a secure network. The Minimum Scheme is to overlay part of the nearest HV circuit (Feeder 2) which only has spare capacity of 200kVA. The Reinforcement to make the capacity available requires 1200m of existing HV cable to be overlaid with a larger capacity cable.

Following the Reinforcement the New Network Capacity is 8000kVA (i.e. after Reinforcement, in this particular case, the section of cable with the lowest rating in the ring represented by Feeder 1 and Feeder 2 is rated at 8000kVA).



Reinforcement

The RSN is the two feeder ring comprising Feeder 1 and Feeder 2.

Security CAF calculation: As this request is from an existing customer the numerator in the CAF calculation is based upon the increment of capacity requested, i.e. 650kVA (850kVA – 200kVA). The denominator is based upon the New Network Capacity following the Reinforcement.

Fault Level CAF calculation: This Scheme does not have any significant Fault Level contribution to the existing shared use distribution network so the Fault Level CAF is not applicable here.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement Costs:

	Cost	Apportionment	Customer
			Contribution
Non Contestable Work			
Overlay 1200m of HV cable	£120,000	650/ 8000 X 100% =	£9,750
		8.1%	
HV Jointing	£4,800	As above	£390
Total Reinforcement Cost	£124,800		£10,140

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
Provision and installation HV cable	£29,000	n/a	£29,000
1000kVA substation	£20,000	n/a	£20,000
Termination of Customer's LV cables	£1,400	n/a	£1,400
LV Metering panel	£800	n/a	£800
Non-Contestable Work			
HV Jointing	£1,600	n/a	£1,600
Total Extension Asset Cost	£52,800		£52,800
CIC Charges			Nil

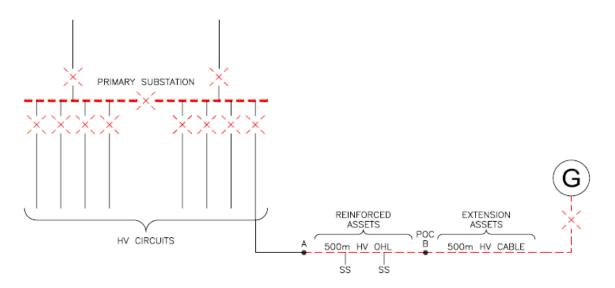
Total Connection Charge = £10,140 + £52,800 = £62,940

Example 5: Connection of a new embedded generator that require Reinforcement involving Security and Fault Level CAFs.

A Customer requests a connection to a generator with a Required Capacity for export purposes of 3MVA. The Fault Level contribution at the primary substation from the generation connection is 10MVA.

The Point of Connection is to the existing HV network at point B and it is proposed to install 500m of HV underground cable from the Point of Connection to the Customer's installation. This is a non-secure connection that requires reinforcement of a non-secure network.

The connection requires the Reinforcement of 500m of HV overhead line between points A and B for a thermal capacity requirement and replacement of the existing 11 panel HV switchboard at the primary substation in order to increase its fault level rating from 150MVA to 350MVA. However, the new fault level is limited by the fault level rating of the local network of 250MVA.



Reinforcement:

The RSN is the HV network from the primary substation to Point B.

Security CAF calculation: the numerator in the CAF calculation is based upon the Required Capacity of the Customer, i.e. 3MVA. The denominator is based on the New Network Capacity following Reinforcement, which is 7.6MVA, i.e. after Reinforcement, in this particular case, the section of cable with the lowest rating.

The RSN is the 11kV switchboard at the primary substation.

Fault Level CAF calculation: The numerator in the CAF calculation is based upon the Fault Level contribution from the Customer's new generator connection, in this Example 10MVA. The denominator is based upon the New Fault Level Capacity, which is the lower of the Fault Level capacity of the new HV switchboard, 350MVA or of the local system, 250MVA in this Example.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement

	Cost	Apportionment	Customer
			Contribution
Non Contestable Work			
Re-conductor of 500m of HV	£49,000	3/7.6 x 100% = 39.5%	£19,342
overhead line		Security CAF	
Replacement of existing 11 panel	£540,000	3x(10/250) x 100% =	£64,800
11kV switchgear		12.0% Fault Level CAF	
Total Reinforcement Cost	£589,000		£84,142

Extension Assets

	Cost	Apportionment	Customer
			Contribution
Contestable Work			
Installation of 500m HV cable	£47,000	n/a	£47,000
HV circuit breaker at Customer's	£10,000	n/a	£10,000
substation			
Non-Contestable Work			
HV pole top termination	£1,400	n/a	£1,400
Total Extension Asset Cost	£58,400		£58,400
CIC Charges			Nil

Total Connection Charge = £84,142 + £58,400 = £142,542

Example 6: Connection of Mixed Housing and Commercial Development

The Customer requests 18MVA for a new mixed housing & commercial development site which comprises of 7,000 plots and a mixture of small commercial Premises. The Point of Connection on the network is at the two existing 33kV circuit breakers located at the 132/33kV substation approximately 600m from the site boundary. In order to accommodate the Required Capacity it is necessary to reinforce the two 60MVA, 132/33kV, transformers with 90MVA transformers. It is then necessary to extend the network and establish a 2 by 24MVA transformer 33/11kV substation on site with an extendable HV board in this new substation. The HV board comprises of 2 incomer, 1 bus section and 8 outgoing circuit breakers. From this substation there is 3km of HV cable required to supply 24 substations. From each of these 24 substations there is associated LV cable and services as required.

Reinforcement

The RSN for the Reinforcement is the transformers at the existing 132/33kV substation.

Security CAF calculation: the numerator in the CAF calculation is based upon the Required Capacity of the Customer, i.e. 18MVA. The denominator is based on the secure New Network Capacity following Reinforcement, i.e. 90MVA.

Fault Level CAF calculation: This Scheme does not have any significant Fault Level contribution to the existing shared use distribution network so the Fault Level CAF is not applicable here.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement Costs

	Cost	Apportionment	Customer Contribution
Non Contestable Work			
Replace two 60MVA, 132/33kV	64 500 000	40/00 V 4000/ 30 00/	6200 000
transformers with two 90MVA	£1,500,000	18/90 X 100% = 20.0%	£300,000
transformers.			
Total Reinforcement Cost			£300,000

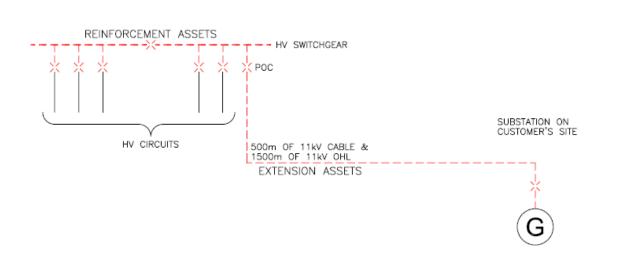
Extension Assets:

	Cost	Apportionment	Customer
			Contribution
Contestable Work			
600m of 2 by 33kV cable	£180,000	n/a	£180,000
3000m of HV circuits, 24 HV/LV	£7,000,000	n/a	£7,000,000
substations, LV cable and services			
2 by 24MVA transformer substation	£2,000,000	n/a	£2,000,000
Non-Contestable Work			
Terminate two 33kV cables on to two	£25,000	n/a	£25,000
existing 33kV circuit breakers.			
Total Extension Asset Cost	£9,205,000		£9,205,000
CIC Charges			Nil

Total Connection Charge = £9,205,000 + £300,000 = £9,505,000

Example 7A: New 3MVA Generation Connection, Fault Level Triggered Reinforcement

A Customer wishes to connect a new generator with a Required Capacity for export purposes of 3MVA. The connection of the generator requires the installation of 500m of 11kV cable and 1500m of overhead line between a new circuit breaker, added to the 11kV extensible switchgear panel at an existing primary substation and a new substation at the Customer's Premises. The 24MVA Fault Level contribution from the generator necessitates Reinforcement works to replace the 11kV switchgear at the existing primary substation with switchgear of a higher fault level rating.



Reinforcement

Fault Level CAF calculation: The numerator in the CAF calculation is based upon the Fault Level contribution from the Customer's new generator connection, in this Example 24MVA. The denominator is based upon the New Fault Level Capacity, in this Example the Fault Level capacity of the new 11kV switchboard, 315MVA.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement:

	Cost	Apportionment	Customer Contribution
Non Contestable Work			
Replacement HV switchboard (excluding Customer's sole use circuit breaker)	£450,000	3 x (24/315) x 100% = 22.9%	£102,857
Total Reinforcement Cost	£450,000		£102,857

Extension Assets:

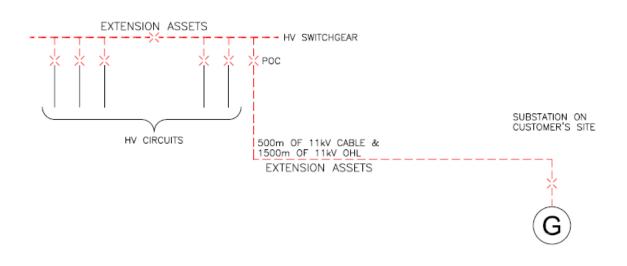
	Cost	Apportionment	Customer Contribution
Non-Contestable Work			
HV circuit breaker at primary substation	£25,000	n/a	£25,000
Contestable Work			
Installation of a 500m HV cable	£40,000	n/a	£40,000
Installation of a 1500m HV overhead line	£35,000	n/a	£35,000
HV circuit breaker at Customer substation	£25,000	n/a	£25,000
Total Extension Asset Cost	£125,000		£125,000
CIC Charges			Nil

Total Connection Charge = £102,857 + £125,000 = £227,857

Example 7B: New 3MVA Generation Connection, Switchgear Extension Not Possible

This example demonstrates the application of Exception 4 (see paragraph 6.24).

A Customer requests to connect a new generator with a Required Capacity for export purposes of 3MVA. The connection of the generator requires the installation of the works as provided in Example 7A above. In this scenario, however, there is no Fault Level issue but, as the connection cannot be facilitated by an extension of the existing switchgear equipment in ESPE's primary substation, a full replacement of the existing switchgear installation is required. As no capacity is added to the existing shared use distribution network, the Customer is required to fund the full cost of the switchgear installation replacement.



The existing switchgear had fault level rating of 250MVA. The company no longer uses switchgear with a fault level rating of 250MVA, so uses the closest equivalent switchgear used by it as standard, which has a slightly higher rating. Whilst the replacement switchgear increases the fault level capacity and could be considered Reinforcement, in this case this is due solely to the fault level rating of the standard equipment used by the company being higher than the fault level rating of the existing switchgear. The increase in fault level capacity is not required to connect the customer. Therefore, Exception 4 (paragraph 6.24) applies and the switchgear is considered to be Extension Assets and its costs shall be charged in full to the customer.

The Connection Charge for this Scheme is calculated as follows:

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
Installation of a 500m HV cable	£40,000	n/a	£40,000
Installation of a 1500m HV overhead	£35,000	n/a	£35,000
line			
HV circuit breaker at Customer	£25,000	n/a	£25,000
substation			
Non-Contestable Work			
Replacement 11kV switchboard	450,000	n/a	450,000
New Extension Asset circuit breaker	£25,000	n/a	£25,000
Total Extension Asset Cost	£575,000		£575,000
CIC Charges			Nil

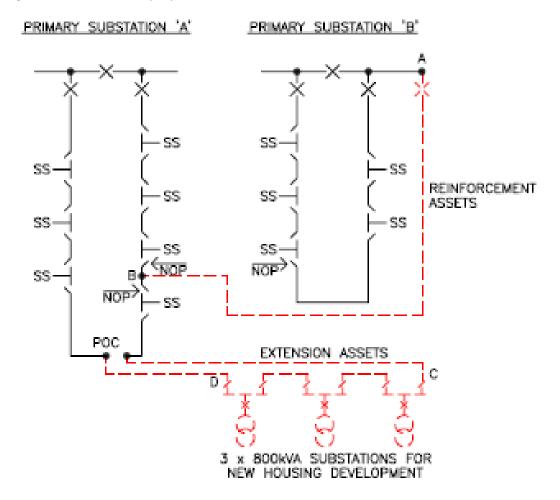
Total Connection Charge = £575,000

Example 8A: Connection of Housing Development with Network Reinforcement

A new housing development has a Required Capacity of 2MVA to serve 900 plots. The local 11kV feeder has a network capacity of 7.7MVA based upon the limitation of the existing 400 Amp circuit breakers at Primary Substation A. The existing load on the circuit is 7.6MVA. It is therefore not possible to connect the new load to this circuit without Reinforcement works. To reinforce the circuit it is proposed to install a new circuit breaker at Primary Substation B and install a new 11kV feeder (also rated at 7.7MVA) to the local 11kV circuit. The new 11kV feeder is used to split the existing circuit from a secure two to a secure three feeder network. The newly installed cable between point A and B is 1300m long. The newly installed cable to connect the development from the Point of Connection is 1200m.

This Reinforcement allows a Point of Connection to be taken from the local 11kV circuit to supply the new development. Three 800kVA distribution substations are established onsite. The above work represents the Minimum Scheme to provide services to the new site.

The figure below shows the proposed Reinforcement and Point of Connection to the 11kV network:



Reinforcement

The RSN for the Reinforcement

For the Reinforcement CAF the RSN is considered to be the secure three feeder 11kV network comprising the two feeders from Primary Substation A and the new feeder from Primary Substation B as this new feeder is capable of feeding either of the existing circuits. The numerator in the CAF calculation is based upon the Required Capacity of the new development, i.e. 2MVA. In this case, the New Network Capacity (under secure N -1 conditions) following the Reinforcement works is equal to $(3-1) \times 7.7$ MVA = 15.4MVA.

Fault Level CAF calculation: This Scheme does not have any significant Fault Level contribution to the existing shared use distribution network so Fault Level CAF is not applicable here.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement:

	Cost	Apportionment	Customer Contribution
Non Contestable Work			
1300m of 11kV Cable	£130,000	2/15.4 x 100% = 13.0%	£16,883
11kV Circuit Breaker at Primary	£45,000	As above	£5,844
Substation B			
11kV jointing at Point B	£3,000	As above	£390
Total Reinforcement Cost	£178,000		£23,117

Extension Assets

	Cost	Apportionment	Customer
			Contribution
Contestable Work			
1200m of 11kV Cable	£120,000	n/a	£120,000
3 by 800kVA distribution substations	£150,000	n/a	£150,000
On site LV mains and services	£330,000	n/a	£330,000
Non-Contestable Work			
2 by 11kV closing joints	£5,000	n/a	£5,000
Total Extension Asset Cost	£605,000		£605,000
CIC Charges			Nil

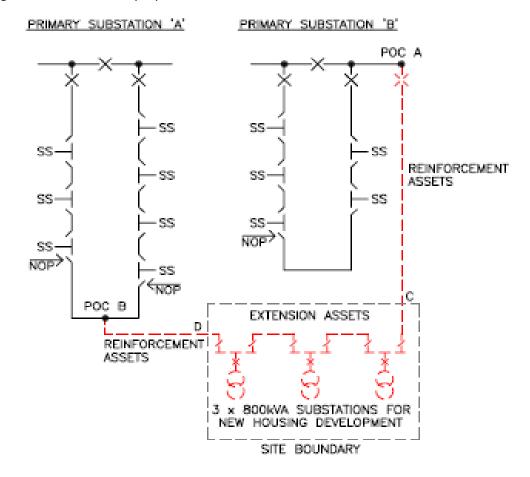
Total Connection Charge = £23,117 + £605,000 = £628,117

Example 8B: Connection of Housing Development

This example demonstrates the application of Exception 5 (paragraph 6.25)

In this variation of the previous Example the site is closer to Primary Substation B and the Minimum Scheme is to connect the new load to the new 11kV feeder from Primary Substation B and provide interconnection to an existing secure 11kV feeder from Primary Substation A. In this Example 600m of 11kV cable on site (between Points C and D) is required to provide connectivity within the development and is considered to be Extension Assets.

The figure below shows the proposed network.



The assets connecting Point of Connection A and Point of Connection B add capacity to the existing network, so would normally be treated as Reinforcement. These comprise:

- the assets between the Customer's site and Point of Connection A (Point of Connection A to point C);
- the assets between the Customer's site and Point of Connection B (Point of Connection B to point D); and
- the 600m of 11kV cable on site.

The three 800kVA substations are not considered to provide connection between Point of Connection A and Point of Connection B. The 600m of 11kV cable on site is additional network length to provide connectivity between multiple exit points on the Customer's site. Therefore, Exception 5 applies and the 600m of 11kV cable on site is treated as Extension Assets and its costs shall be charged in full to the Customer. No exceptions apply to the assets between Point of Connection A and point C and Point of Connection B and point D. Therefore, these are treated as Reinforcement and their costs shall be apportioned.

Reinforcement

The RSN for the Reinforcement

The RSN is considered to be the secure three feeder 11kV network comprising the two feeders from Primary Substation A and the new feeder from Primary Substation B. As in the above example the numerator in the CAF calculation is based upon the Required Capacity of the new development, i.e. 2MVA. In this case, however the work to provide the connection increases the capacity of the existing shared use Distribution System from 7.7MVA to 15.4MVA. The New Network Capacity (under secure N -1 conditions) following the Reinforcement works is equal to $(3-1) \times 7.7MVA = 15.4MVA$

Fault Level CAF calculation: This Scheme does not have any significant Fault Level contribution to the existing shared use Distribution System so Fault Level CAF is not applicable here.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement:

	Cost	Apportionment	Customer Contribution
Non Contestable Works			
1 new 11kV Circuit Breaker tailed out	£45,000	2/15.4 x 100% = 13.0%	£5,844
from primary substation A			
2 by 11kV closing joints	£5,000	As above	£649
700m of 11kV cable from primary A	£70,000	As above	£9,091
to site			
600m of 11kV cable from Point of	£60,000	As above	£7,792
Connection B to site			
Total Reinforcement Cost	£180,000		£23,376

Extension Assets:

	Cost	Apportionment	Customer
			Contribution
Contestable Works			
600m of 11kV cable on site	£60,000	n/a	£60,000
3 by 800KVA unit Substation	£150,000	n/a	£150,000
On site LV mains and services	£330,000	n/a	£330,000
Non-Contestable Work			
2 by 11kV cable box terminations	£2,000	n/a	£2,000
Total Extension Asset Cost	£542,000		£542,000
CIC Charges			Nil

Total Connection Charge = £23,376 + £542,000 = £565,376

Example 8C: Connection of Housing Development with Remote Network Reinforcement

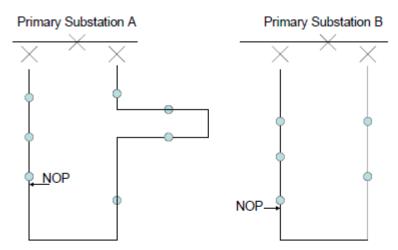
This further variation shows the arrangements that apply where it is necessary to reinforce a different part of the Distribution System so that existing demand may be transferred in order to release capacity for the new connection.

A new housing development has a Required Capacity of 2MVA to serve 900 plots. The local 11kV feeder has a network capacity of 7.7MVA based upon the limitation of the existing 400 Amp circuit breakers at Primary Substation A. The existing load on the circuit is 7.6MVA. It is therefore not possible to connect the new load to this circuit without Reinforcement works.

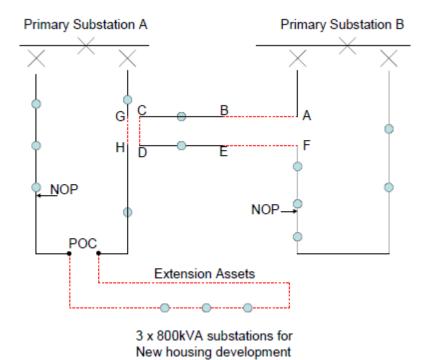
It is proposed to reinforce an adjacent network so that two existing substations may be transferred on to it, in order to release capacity so that the new connections can be made. Primary Substation B has sufficient spare capacity to accommodate the two existing substations. A new circuit breaker is to be installed at Primary Substation B and a new 11kV feeder (also rated at 7.7MVA) is to be installed between points A – B and between points E – F for connection to the local 11kV circuit at point F. The existing circuit is cut at point BE so that the new joints can be made. This converts the Primary Substation B network from a two-feeder to a three-feeder network. The total new cable length between points A – B and points E - F is 500m. The network is reconfigured by the installation of two short straps C – D and G - H in order to maintain connectivity.

This Reinforcement allows a Point of Connection to be taken from the local 11kV circuit to supply the new development. The newly installed cable to connect the development from the Point of Connection is 1200m long. Three 800kVA distribution substations are to be established onsite. The above work represents the Minimum Scheme to provide connections to the new site.

Original network:



Proposed network:



Reinforcement

The RSN for the Reinforcement

For the Reinforcement CAF the RSN is the three-feeder network from Primary Substation B which supplies the loads on the existing two feeders from Primary Substation B as well as the loads at points C and D transferred from the network from the Primary Substation A. The Relevant Section of Network does not supply the new development in this case. The numerator in the CAF calculation is based upon the Required Capacity of the new development, i.e. 2MVA. In this case, the New Network Capacity (under N -1 conditions) following the Reinforcement works is equal to $(3-1) \times 7.7MVA = 15.4MVA$

Fault Level CAF calculation: This Scheme does not have any significant Fault Level contribution to the existing shared use distribution network so Fault Level CAF is not applicable here.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement:

	Cost	Apportionment	Customer Contribution
Non Contestable			
Work			
500m of 11kV cable: A-B, C-D, E-	£50,000	2/15.4 x 100% =	£6,500
F		13%	
11kV Circuit Breaker at Primary	£45,000	As above	£5,844
Substation B			
11kV jointing at Points	£10,000	As above	£1,300
A,B,C,D,E,F			
Total reinforcement cost	£105,000		£13,644

Extension assets:

	Cost	Apportionment	Customer
			Contribution
Contestable Work			
1200m of 11kV cable including	£120,000	n/a	£120,000
strap at G - H			
3 by 800kVA distribution	£150,000	n/a	£150,000
substations			
On site LV mains	£330,000	n/a	£330,000
and services			
Non Contestable Work			
4 by 11kV closing joints at Point	£10,000	n/a	£10,000
of Connection and at points G,H			
Total extension asset cost	£610,000		£610,000
CIC charges			Nil

Total Connection Charge = £13,664 + £610,000 = £623,644

Example 8D: Connection of Housing Development with Load Transfer

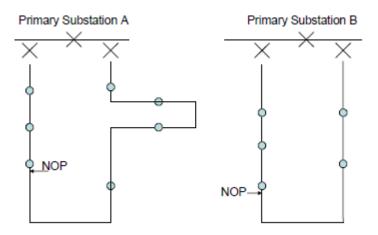
An additional variation shows the arrangements that apply where it is necessary to reconfigure the Distribution System so that existing demand may be transferred in order to release capacity for the new connection.

A new housing development has a Required Capacity of 2MVA to serve 900 plots. The local 11kV feeder has a network capacity of 7.7MVA based upon the limitation of the existing 400 Amp circuit breakers at Primary Substation A. The existing load on the circuit is 7.6MVA. It is therefore not possible to connect the new load to this circuit as presently configured.

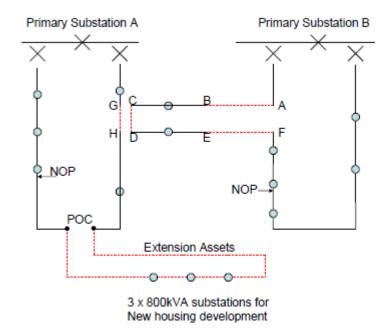
It is proposed to reconfigure the Distribution System such that two existing substations may be transferred on to an adjacent network, in order to release capacity so that the new connections can be made. Primary Substation B has sufficient spare capacity to accommodate the two existing substations. New cables are to be installed between points A - B and between points E - F. The existing circuit is cut at point BE so that the new joints can be made. The total new cable length between points A - B and points E - F is 100m. The network is reconfigured by installation of two short straps C - D and C - H in order to maintain connectivity.

This transfer of existing demand allows a Point of Connection to be taken from the local 11kV circuit to supply the new development. The newly installed cable to connect the development from the Point of Connection is 1200m long. Three 800kVA distribution substations are to be established onsite. The above work represents the Minimum Scheme to provide connections to the new site.

Original network:



Proposed Network



The Connection Charge for this Scheme is calculated as follows:

Extension assets:

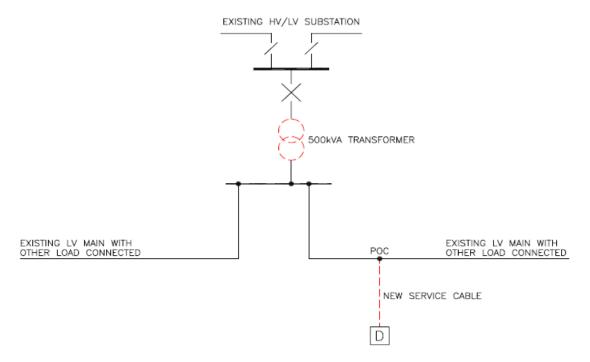
	Cost	Apportionment	Customer
Contestable Work			
1300m of 11kV cable including	£120,000	n/a	£120,000
A- B, C-D, E-F, G-H and from			
Point of Connection to the			
development			
3 by 800kVA distribution	£150,000	n/a	£150,000
substations			
On site LV mains and services	£330,000	n/a	£330,000
Non Contestable			
Work			
10 by 11kV closing joints at Point	£25,000	n/a	£25,000
of Connection and at points			
A,B,C,D,E,F,G,H			
Total extension asset cost	£625,000		£625,000
CiC charges			Nil

Total Connection Charge = £625,000

Example 9: Minimum Scheme

A Customer requests a new 100kVA connection. There is sufficient spare capacity on the adjacent LV main but the existing 300kVA transformer at the local 11kV/LV substation is fully loaded.

a) The Minimum Scheme is to provide a new service cable and to replace the 300kVA transformer at the local substation with a 500kVA transformer.



Reinforcement

The RSN for the Reinforcement is the HV/LV transformer

Security CAF calculation: the numerator in the CAF calculation is based upon the Required Capacity of the Customer, i.e. 100kVA. The denominator is based on the New Network Capacity following Reinforcement, i.e. 500kVA.

Fault Level CAF calculation: This scheme does not have any significant Fault Level contribution to the existing shared use distribution network so Fault Level CAF is not applicable here.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement Costs:

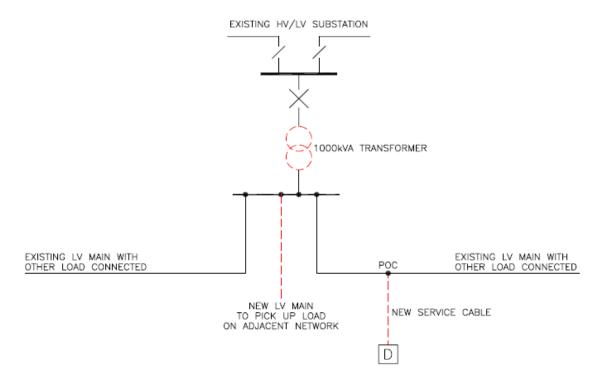
	Cost	Apportionment	Customer Contribution
Non Contestable Work			
Replacement 500kVA transformer	£10,000	100/500 x 100% = 20.0%	£2,000
Total Reinforcement Cost	£10,000		£2,000

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
Provision and installation of LV service cable	£1,500	n/a	£1,500
Non-Contestable Work			
LV joints to network	£500	n/a	£500
Total Extension Asset Cost	£2,000		£2,000
CIC Charges			Nil

Total Connection Charge = £2,000 + £2,000 = £4,000

b) However, ESPE wish to carry out an Enhanced Scheme to install a 1000kVA transformer at the local substation and install a new LV main that connects to and picks up load from an adjacent LV network.



The RSN for the Reinforcement is the HV/LV transformer.

Security CAF calculation: the numerator in the CAF calculation is based upon the Required Capacity of the Customer, i.e. 100kVA. The denominator is based on the New Network Capacity following Reinforcement, i.e. 1000kVA.

Fault Level CAF calculation: This scheme does not have any significant Fault Level contribution to the existing shared use distribution network so Fault Level CAF is not applicable here.

Reinforcement:

	Cost	Apportionment	Customer
			Contribution
Non Contestable Work			
Replacement 1000kVA transformer	£15,000	100/1000 x 100% = 10.0%	£1,500
Total Reinforcement Cost	£15,000		£1,500

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
Provision and installation of LV service cable	£1,500	n/a	£1,500
Non-Contestable Work			
LV joints to network	£500	n/a	£500
Total Extension Asset Cost	£2,000		£2,000
CIC Charges			Nil

Total Connection Charge = £1,500 + £2,000 = £3,500

The cost of the new LV mains is met by ESPE and does not form part of the Connection Charge.

- c) in this instance the Connection Charge resulting from the Enhanced Scheme is lower than that resulting from the Minimum Scheme and the Customer would benefit from the lower Connection Charge and pay £3,500 (paragraph 6.7 refers).
- If, however under the proposed DNO Scheme the transformer cost was £25,000 then the resultant Connection Charge would be considered as follows

Reinforcement:

	Cost	Apportionment	Customer Contribution
Non Contestable Work			
Replacement 1000kVA transformer	£25,000	100/1000 x 100% = 10.0%	£2,500
Total Reinforcement Cost	£25,000		£2,500

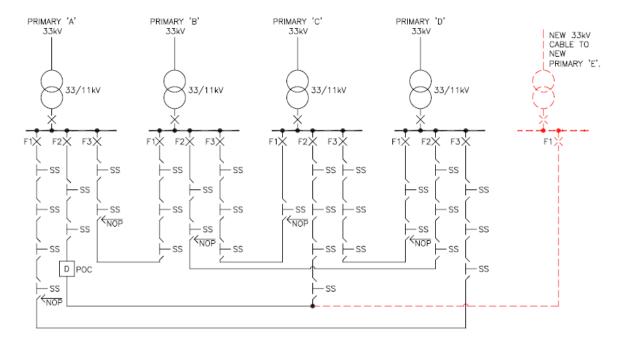
Extension Assets

	Cost	Apportionment	Customer Contribution
Contestable Work			
Provision and installation of LV service cable	£1,500	n/a	£1,500
Non-Contestable Work			
LV joints to network	£500	n/a	£500
Total Extension Asset Cost	£2,000		£2,000
CIC Charges			Nil

Total Connection Charge = £2,500 + £2,000 = £4,500 but in this instance the Customer contribution is capped at the contribution that would have been due under the Minimum Scheme, i.e. £4,000 (paragraph 6.8 refers).

Example 10: A New Connection Application for Commercial Premises on a Meshed 11kV Distribution System requiring Reinforcement.

A Customer requests a new connection to a commercial premise requiring a 4MVA HV metered connection. The local 11kV network is of a meshed design whereby the 11kV network is supplied from single 33/11kV primary transformers via 33kV radial feeds as shown below.



The existing network consists of four 10MVA primary transformer substations and associated 11kV switchgear. A new connection of 4MVA has been requested in the vicinity of F2 from Primary A.

The existing relevant primary transformer group is loaded to its secure capacity so the primary transformer group requires Reinforcement to enable the new connection to progress.

To provide the Required Capacity, the 11kV network is reinforced by the installation of a new primary substation connected to the nearest 33kV circuit. The new primary substation (Primary E) contains a 10MVA transformer, associated 11kV switchgear and a new 11kV (7.7 MVA) cable installed to interconnect into the existing 11kV network (from F2 at Primary A to F2 at Primary C).

Reinforcement:

Security CAF calculation: In this example there are two different security CAFs applied. This is because the RSN is different when considering the new network capacity in respect of different elements of the Reinforcement works.

The RSN for the Reinforcement comprising the 11kV Cable Works:

For the 11kV cable assets the RSN is considered to be the secure three feeder 11kV network from Primary A (Feeder 2), Primary C (Feeder 2) and Primary E (Feeder 1). In this case the New Network Capacity (under secure N -1 conditions) following the Reinforcement works is equal to $(3 - 1) \times 7.7MVA = 15.4MVA$.

This is due to the fact that following the Reinforcement work both of the existing circuits; Primary A, Feeder 2 and Primary C, Feeder 2 can be loaded to their full capacity and has the newly installed clean feeder from Primary E to act as a back feed to meet the requirements of P2/6.

The security CAF for these assets is therefore: 4/15.4 X 100% = 26.0%.

The RSN for the Reinforcement comprising the Primary substation assets:

In this instance the RSN comprises Primary A, C and E within the group that can be used to supply the customer. The New Network Capacity of this RSN (under secure N -1 conditions) following the Reinforcement works is equal to 17.7MVA. (10MVA from either Primary A or Primary C and 7.7MVA from Primary E which is limited by the single 11kV cable connected to it.

The security CAF for these assets is therefore: $4/17.7 \times 100\% = 22.6\%$.

Fault Level CAF calculation: This Scheme does not have any significant Fault Level contribution to the existing shared use distribution network so Fault Level CAF is not applicable here.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement:

	Cost	Apportionment	Customer Contribution
Non Contestable Works			
500m 11kV cable from new primary	£50,000	4/15.4 X 100% =	£12,987
substation E		26.0%	
1 by 11kV closing joints	£4,000	As above	£1,039
11kV switchgear at new Primary E	£80,000	4/17.7 X 100% =	£18,079
		22.6%	
Primary transformer	£600,000	As above	£135,593
2.5km of 33kV cable installation	£500,000	As above	£112,994
33kV Circuit Breaker	£70,000	As above	£15,819
33kV Terminations	£10,000	As above	£2,260
Total Reinforcement Cost	£1,314,000		£298,771

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
HV ring main unit	£20,000	n/a	£20,000
HV metering unit	£10,000	n/a	£10,000
500m of 11kV cable	£100,000	n/a	£100,000
Non-Contestable Work			
2 by 11kV closing joints	£5,000	n/a	£5,000
Total Extension Asset Cost	£135,000		£135,000
CIC Charges			Nil

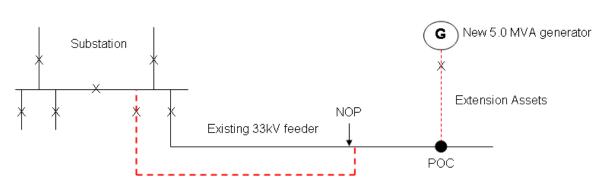
Total Customer Contribution = £298,771 + £135,000 = £433,771

Example 11: Non-Secure Connection with Non-Secure Reinforcement

A Customer wishes to connect a new generator with a Required Capacity for export purposes of 5 MVA. The connection of the generator requires the installation of 1,000m of 33kV cable and a 33kV metering circuit breaker, these being Extension Assets. An existing spare circuit breaker at the substation is utilised which, in this case, is not chargeable to the Customer.

As there is insufficient capacity in the existing 24.0 MVA thermal capacity rated.

33kV feeder for the new generation due to the presence of existing generation, the connection also requires the installation of a new 33kV feeder, which also has a thermal capacity of 24.0 MVA, as Reinforcement. This is the Minimum Scheme as it is cheaper to do this, to the extent as shown in the diagram below, rather than upgrade the existing 33kV feeder to the same point along it.



Reinforcement Assets: New 33kV feeder 24.0 MVA Thermal Capacity

Reinforcement

The numerator in the CAF calculation is the Required Capacity of the new generator, which is 5.0 MVA.

The Relevant Section of Network in this case is the existing 33kV feeder and the new 33kV feeder. The New Network Capacity is calculated using the non-secure capacity and is therefore the sum of the thermal capacities of the two feeders, which is 48.0 MVA. This is the denominator in the CAF calculation.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement Costs

	Cost	Apportionment	Customer Contribution
Contestable Work			
Installation of new 33kV	£ 500,000	5.0 / 48.0 x 100% = 10.4%	£ 52,000
feeder			
Total Reinforcement Cost	£ 500,000		£ 52,000

Extension Assets:

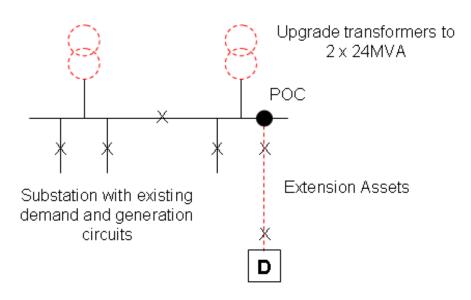
	Cost	Apportionment	Customer
			Contribution
Contestable Work			
Installation of 1,000m 33kV	£ 200,000	n/a	£ 200,000
cable			
Installation of 33kV	£ 70,000	n/a	£ 70,000
metering circuit breaker			
Non-Contestable Work			
Joints to 33kV network	£ 10,000	n/a	£ 10,000
Total Extension Asset	£ 280,000		£ 280,000
Cost			
CIC Charges			Nil

Total Connection Charge = £ 52,000 + £ 280,000 = £ 332,000.

Example 12: Non-Secure Connection with Secure Reinforcement

A Customer requests a new connection to industrial premises requiring an 8 MVA metered demand connection. In this case, the Customer has exercised their option to request non-secure Extension Assets in the provision of the connection.

The existing network comprises a substation which has 2 x 15 MVA transformers. The Minimum Scheme to provide the connection is to install 750m of 11 kV cable from the substation to the industrial premises, as Extension Assets. As there is insufficient capacity available from the existing 2 x 15 MVA transformers to provide the new connection, it is necessary to upgrade the transformers to 2 x 24 MVA units. Both transformers at the substation must be upgraded to ensure the 11kV network load can be maintained during planned or unplanned outages of one of the transformers. Although the Customer wishes to accept a non-secure connection, the substation must provide secure capacity to its group demand (which includes the Customer) to comply with the requirements of Engineering Recommendation P2/6. As the Extension Assets are provided solely for the Customer, these can be provided on the basis of a single circuit to provide a non-secure connection, at the Customer's request.



New 8.0 MVA demand

Reinforcement

The numerator in the CAF calculation is the Required Capacity of the new demand, which is 8.0 MVA.

The Relevant Section of Network in this case is the transformers at the substation. The New Network Capacity is the secure capacity of the transformers, which is 24MVA. This is the denominator in the CAF calculation.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement Costs

	Cost	Apportionment	Customer Contribution
Non-Contestable Work			
Installation of 2 x 24 MVA	£ 1,500,000	8.0 / 24.0 x 100% =	£ 500,000
33/11 kV transformers	1,300,000	33.3%	1 300,000
Total Reinforcement Cost	£ 1,500,000		£ 500,000

Extension Assets:

	Cost	Apportionment	Customer
Contestable Work			
Installation of 750m 11kV cable	£ 75,000	n/a	£ 75,000
Installation of 11kV metering circuit breaker	£ 50,000	n/a	£ 50,000
Non-Contestable Work			
Joints to 11kV network	£ 5,000	n/a	£ 5,000
Total Extension Asset	£ 130,000		£ 130,000
Cost			
CIC Charges			Nil

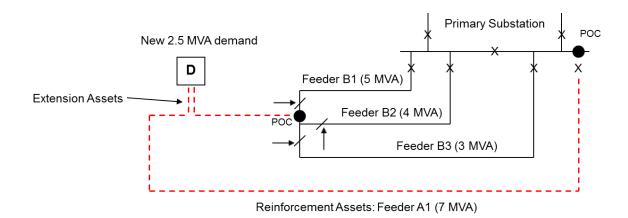
Total Connection Charge = £ 500,000 + £ 130,000 = £ 630,000

Example 13: Secure Connection with Secure Reinforcement

A Customer requests a new connection to commercial premises which has a Required Capacity of 2.5 MVA. The connection is to be provided on a secure basis and the Minimum Scheme is as shown.

On the existing network, only Feeder B1 has sufficient thermal capacity available to accommodate the additional demand. To comply with demand security requirements, it is necessary to install a new feeder (Feeder A1) with a thermal capacity of 7 MVA, as a Reinforcement of the network.

The Extension Assets in this case are two 11 kV cable circuits of 25m each.



Reinforcement

If sufficient capacity had been available in the existing network, only two of the existing feeders would have been required to provide the required security. To determine which two feeders are relevant, the feeders with the closest ratings to the new feeder are considered.

In this case, Feeders B1 (5 MVA) and B2 (4 MVA) have the closest ratings to the new Feeder A1 (7 MVA). Therefore, the Relevant Section of Network is (B1 and B2) and A1. Note that the RSN is at most limited to a 3 feeder ring.

The New Network Capacity is determined by applying (N - 1) security to the three- feeder RSN. This gives a secure NNC of (5 MVA + 4 MVA) = 9 MVA. This recognises the possible loss of feeder A1 and supply through Feeder B1.

Therefore, the numerator in the CAF calculation is the Required Capacity of 2.5 MVA and the denominator is the New Network Capacity of 9.0 MVA.

The Connection Charge for this Scheme is calculated as follows:

Reinforcement Costs:

	Cost	Apportionment	Customer Contribution
Contestable Work			
Installation of new 11kV	£ 250,000	2.5 / 9.0 x 100% = 27.8%	£ 69,500
feeder			
Total Reinforcement Cost	£ 250,000		£ 69,500

Extension Assets:

	Cost	Apportionment	Customer
			Contribution
Contestable Work			
Installation of 2 x 25m 11kV	£ 10,000	n/a	£ 10,000
cable			
Installation of 2 x 11kV	£ 100,000	n/a	£ 100,000
metering circuit breakers			
Non-Contestable Work			
Joints to 11kV network	£ 5,000	n/a	£ 5,000
Total Extension Asset Cost	£115,000		£115,000
CIC Charges			Nil

Total Connection Charge = £ 69,500 + £ 115,000 = £ 184,500.

Example 14: Reinforcement on another LDNO's network

A housing developer requests a connection for a development of 75 domestic Premises. The required capacity of the development is 100kVA. ESPE's network is connected to the upstream distributor at LV.

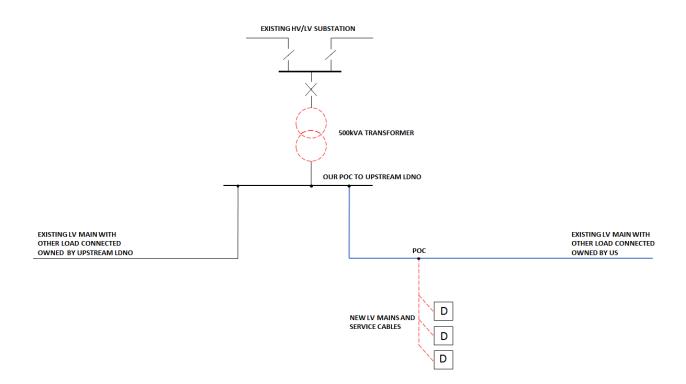
There is sufficient capacity on ESPE's existing LV main but the existing 300kVA transformer at the HV/LV substation on the upstream distributor's network is fully loaded.

The Minimum Scheme is to provide new LV mains and service cables from a Point of Connection to ESPE's existing LV main and for the upstream distributor to replace their existing 300kVA transformer with a 500kVA transformer.

Reinforcement:

The RSN for the Reinforcement is the HV/LV transformer.

As the required reinforcement is not on ESPE's Distribution System ESPE shall not be able to apportion the costs of this reinforcement. This shall be calculated in accordance with the methodology of the upstream distributor and shall be included as a cost passed through to the Customer. See paragraph 6.18.



Reinforcement:

	Cost	Apportionment	Customer Contribution
Non-Contestable Work			
Installation of new 500kVA transformer	£ 10,000¹	n/a	£ 10,000
Total Reinforcement Cost	£ 10,000		£ 10,000

¹This transformer figure is the cost provided to ESPE by the upstream distributor and shall be subject to their Connection Charging Methodology.

Extension Assets:

	Cost	Apportionment	Customer Contribution
Contestable Work			
LV mains, service cables and terminations	£ 51,000	n/a	£ 51,000
LV joints to network	£500	n/a	£500
Total Extension Asset Cost	£ 51,500		£ 51,500
CIC Charges			Nil

Total Connection Charge £61,500.

8. ESPE's Specific Connection Charging Methodology

INTRODUCTION

This section contains the elements of ESPE's Connection Charging Methodology which do not have analogous paragraphs in the Common Connection Charging Methodology. The methodology in this section applies equally alongside the methodology in Section 6 of this document.

Capitalised Operation and Maintenance Charges

8.1. The Operation and Maintenance Percentage referred to in paragraph 6.14 is 24%.

Projects

8.2. Where ESPE has reason to believe that an application for a connection forms part of a larger project, then ESPE shall use the aggregate capacity of the projects to determine the appropriate Connection Charge.

Non Standard Substation Buildings

8.3. Where the Customer requires ESPE to locate substation plant and equipment within a non-standard building or enclosure e.g. where the substation is to form an integral part of a building also to be used for other purposes, then other charges normally apply for building and design work and on-site inspections. Charges for this type of work are consistent with those ESPE make where ESPE adopt networks from an ICP.

Charges for assessment and design

8.4. Where permitted under relevant legislation, charges for Assessment and Design may be applied. This may be by way of a standard charge based on the type, voltage and maximum required capacity of the connection, as indicated in section 9 of this document. Where the Customer changes its requirements or requests multiple quotes in respect of the same or a similar connection to the premises, additional Assessment and Design work, not covered in the standard charge, may be required to update the original design. Where this is the case, the customer's charge in respect of Assessment and Design shall be equal to the standard charge associated with the original Assessment and Design work, plus a charge in respect of the additional work applied by way of an hourly rate.

Reservation of Import Capacity

- 8.5. ESPE may, on occasion, be required to pay charges for reserving capacity on another LDNO's network at the boundary between ESPE's network and theirs. On such occasions these charges are passed through to the Customer and form part of the Connection Charge.
- 8.6. Any costs relating to the reservation of import capacity are calculated in accordance with the upstream LDNO's own connection charging methodology and shall be passed through to the Customer as they are charged to ESPE.
- 8.7. ESPE shall not make charges relating to the reservation of import capacity where the capacity being reserved relates directly to capacity available on ESPE's networks and an equivalent capacity charge has not been levied on ESPE.

Contestable and Non-Contestable works

8.8. A list of the works that ESPE deem to be contestable and the works that ESPE deem to be non-contestable can be found in paragraphs 5.2 - 5.10.

9. ESPE's Connection Charging Statement

INTRODUCTION

- 9.1. This section sets out ESPE's Connection Charging Statement and is prepared in accordance with Standard Condition 14 of the Licence.
- 9.2. The purpose of this statement is to enable any person to make a reasonable estimate of the charges for which they may become liable for the provision of a connection to ESPE's Distribution System.
- 9.3. The minimum and maximum values of charges shown in the following tables are designed to provide the Customer with an indication of the range of charges that would normally apply to a particular activity. Therefore, they are not absolute limits on either the minimum or the maximum value of charges that may be levied. The actual charge for each activity shall be calculated based upon the project's specific circumstances which will take account of factors that influence the value of the charge payable to the Customer.
- 9.4. All indicative charges in the table below are exclusive of VAT.
- 9.5. All indicative charges are applicable to connections to the Distribution System owned by ESPE.
- 9.6. Connection Charges may contain some or all of the cost elements indicated in the following table. The Customer need not have requested a Budget Estimate or Feasibility Study before a formal Connection Offer is requested.

	Charge Element	Explanation
A	Budget Estimates	To identify the budget costs for connection to the existing Distribution System in advance of a formal application.
В	Feasibility Studies	To identify options for connection to the existing Distribution System in advance of a formal application.
С	Assessment and Design for all relevant work	To identify the most appropriate point on the existing Distribution System for connection of the Extension Assets, the design of the Extension Assets, any required Reinforcement, and prepare the Connection Offer.
D	CIC Assessment and Design of the Non- Contestable Work	To identify the most appropriate point on the existing Distribution System for connection of the Extension Assets, the design of any required Reinforcement, and prepare the Point of Connection Offer.

	Charge Element	Explanation
Е	CIC Design Approval of the Contestable Work	For CIC, the approval of an Extension Assets design produced by an ICP.
F	Construction	Electric Lines and Electrical Plant forming part of the Extension Assets and Reinforcement (both Contestable and Non-Contestable Assets).
G	CIC Final Works and Phased Energisation	Final Works means the installation of the connection equipment in such a way that, subject to Energisation, the Premises are physically able to receive a supply of electricity from ESPE's Distribution System or (as the case may be) ESPE's Distribution System is physically able to receive a supply of electricity from the Premises.
		Phased Energisation, in relation to a part only of the Premises, means the physical ability, subject to the completion of Final Works, to allow an electrical current to flow from (or to) ESPE's Distribution System by means of the insertion of a fuse or as a result of a switching operation.
Н	CIC Inspection and Monitoring	Inspection and Monitoring by ESPE of the Contestable Work constructed by an ICP.
I	Land Rights	The costs of securing Land Rights in respect of Extension Assets and Reinforcement.
J	Other	Other miscellaneous charges associated with the provision of the connection.

9.7. The following definitions are used in this section.

Single LV Service Demand Connection	An LV demand connection to single Premises, involving a single-phase connection and no significant work other than the provision of a service line and the electricity distributor's fuses.	
Service Line	An LV electric line or any part of that line that, at the time it is provided, is used only for supplying single Premises, excluding any part of the line that, at the time it is provided, is intended by the distributor to be used to enable it to provide a connection to other Premises in respect of which the distributor has received, or would reasonably expect within the following 12 months to receive, a notice under section 16A(1) of the Act.	
Small Project Demand Connection	A connection (other than of a load that could reasonably be expected to cause disruption to other customers) via LV circuits fused at 100 amperes or less per phase (with whole-current metering), and where the highest voltage of the assets involved in providing such connection, and any associated works, is LV, to:	
	(a) a development Scheme requiring more than one but fewer than five single-phase connections at domestic Premises and involving only the provision of a service line and the electricity distributor's fuses; or	
	(b) a development Scheme requiring fewer than five single- phase or two-phase connections at domestic Premises and involving an extension of the existing LV network; or	
	(c) a single Premises requiring a two-phase or three-phase connection and involving only the provision of a service line and the electricity distributor's fuses.	

Quotation Accuracy Scheme

9.8. ESPE is required under the Licence to submit, from time to time, to the Authority for approval a Quotation Accuracy Scheme (QAS). The QAS is intended to provide the Customer with the means to assess whether the specific Connection Charge included with ESPE's Connection Offer is accurate in terms of consistency with ESPE's Connection Charging Statement.

- 9.9. The QAS only applies to Single LV Service Demand Connections and Small Project Demand Connections. The cost tables for these projects are given in tables F1 and F2.
- 9.10. The principles of the QAS are as follows:
 - The QAS is not intended to be a mechanism for the Customer to challenge the absolute cost of the Connection Charge.
 - If the Connection Offer is such that the Connection Charge is outside the bands of indicative costs, then the Customer would be eligible to challenge the accuracy of the Connection Offer.
 - Absence of information in the Connection Offer does not in itself mean that the Connection Charge is inaccurate but does allow the Customer to challenge the Connection Offer under the QAS. This acts as an incentive for ESPE to include additional information to the Customer to limit the number of customers eligible to utilise the QAS.
 - Where ESPE review the Connection Offer and accept that ESPE cannot provide enough information to justify the Connection Charge being outside the bands of indicative costs, the Connection Charge shall be deemed to be inaccurate, a penalty payment shall be paid to the Customer and a new Connection Offer issued. The revised Connection Charge may in fact be for the same value but with additional information provided.
 - If ESPE can provide adequate information in support of ESPE's Connection Charge then no penalty payment shall be made.
 - Where ESPE reviews the Connection Offer and accepts that it has made an error, for example in estimating quantities, the Connection Charge shall be deemed inaccurate. In these circumstances, a penalty payment shall be paid and a new Connection Offer issued.
 - The accuracy assessment works both ways, i.e. any error may be an omission and a reissued Connection Offer could be higher or lower than the original Connection Charge.
 - The following tolerances for the error will apply; within 5% or £150 (whichever is greater). This prevents a disproportionate effect for assets such as small lengths of cable if ESPE's view and the Customer's view of the required length differ.
 - The QAS is not intended to introduce standard charges for Connections Customers.
 - The QAS has specified a limited time in which the Customer can challenge the Connection Charge but does not preclude the Customer from accepting the Connection Charge. Customers may challenge a Connection Offer within 60 calendar days from the date of issue or 10 calendar days from the date of acceptance, whichever is earlier.
- 9.11. Where the Customer believes the Connection Offer provided by ESPE is outside the "bandwidth" in the indicative charges table contained in this statement then the Customer can utilise the QAS.

9.12. The compensation amount due to the Customer upon a successful challenge through the QAS is listed in the table below:

Quotation	Compensation
Single LV Service Demand Connection	£250
Small Project Demand Connection	£500

9.13. The Customer can utilise the QAS by contacting ESPE at the address given in paragraph 3.29.

PART A Budget Estimates

9.14. If the Customer is unable to make a formal Application because certain information that ESPE requires to make a Connection Offer is not available or if the Customer is not in a position to progress to the construction phase, ESPE can provide an indication of the charge for making the connection by means of a Budget Estimate (see paragraph 4.11 for further details). ESPE's charges associated with the provision of Budget Estimates in advance of a formal Application are set out in the table below:

Category	
Demand	
Single LV Service Demand Connection	£400
2 to 4 services single phase LV, no extension to LV network	£400
1-4 Premises, single phase LV, extension to the LV network required	£400
1 three phase LV service with whole current metering to a single Premises	£500
Other LV connection(s) with a total load up to 100kVA LV	£500
Other LV connection(s) with a total load greater than 100kVA and up to 250kVA LV not covered by the above	£600
Connection greater than 250kVA and up to 1MVA at LV	£600
Connection up to 250kVA at HV	£750
Connection greater than 250kVA and up to 1MVA at HV	£1000
Connection greater than 1MVA and up to 3MVA at HV	£1000
Connection greater than 3MVA and up to 10MVA at HV	£1000
Connection greater than 3MVA and up to 10MVA at EHV	£1000
Connection greater than 10MVA and up to 50MVA	£1000
Connection greater than 50MVA	£1000
Generation	
Connection of a single Small Scale Embedded Generator	£200
Connection of other generation at LV up to 20kVA not covered by the above	£300
Connection of other generation at LV greater than 20kVA and up to 50kVA	£500
Connection of other generation at LV greater than 50kVA	£500
Connection of generation at HV up to 250kVA	£750
Connection of generation at HV greater than 250kVA and up to 1MVA	£1000
Connection of generation at HV greater than 1MVA	£1000
Connection of generation at EHV up to 10MVA	£1000
Connection of generation at EHV greater than 10MVA	£1000

Connection of generation greater than 50MVA £1000	00
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PART B Feasibility Studies

- 9.15. Prior to making a formal Application for a Connection Offer, the Customer may request ESPE undertake a Feasibility Study to establish the viability of making a connection to ESPE's Distribution System. ESPE shall carry out preliminary network analysis and provide an indicative connection assessment which shall include the results of the network analysis and an outline of the engineering scheme to allow the connection. ESPE require payment in advance of the study being made and shall notify the Customer of the relevant study charges prior to commencing work.
- 9.16. ESPE's charges associated with the provision of Feasibility Studies involving design in advance of a formal Connection Application are set out in the table below. Charges for any other activities, such as excavation works, are individually assessed and agreed with the Customer before the work is undertaken. Additional charges are only applicable where the Customer amends their connection requirements and this necessitates ESPE carrying out further analysis or assessment:

Category	Charge		Additional Charge	
	Min	Max	Min	Max
Demand				
Single LV Service Demand Connection	£200	£500	£40	£75
2 to 4 services single phase LV, no extension to LV network	£200	£500	£40	£75
1-4 Premises, single phase LV, extension to the LV network required	£200	£500	£40	£75
1 three phase LV service with while current metering to a single Premises	£200	£500	£40	£75
Other LV connection(s) with a total load up to 100kVA	£200	£500	£40	£75
Other LV connection(s) with a total load greater than 100kVA and up to 250kVA not covered by the above	£240	£500	£40	£75
Connection greater than 250kVA and up to 1MVA at LV	£270	£500	£45	£75
Connection up to 250kVA at HV	£360	£500	£45	£75
Connection greater than 250kVA and up to 1MVA at HV	£360	£600	£45	£75
Connection greater than 1MVA and up to 3 MVA at HV	£360	£750	£45	£75



Category	Charge		Additional Charge	
	Min	Max	Min	Max
Connection greater than 3MVA and up to 10MVA at HV	£540	£1,199	£45	£75
Connection greater than 3MVA and up to 10 MVA at EHV	£1,000	£2,000	£75	£85
Connection greater than 10MVA and up to 50MVA	£1,000	£3,250	£75	£85
Connection greater than 50MVA	£1,000	£6,500	£75	£85
Generation				
Connection of a single Small Scale Embedded Generator	£119	£200	£59	£65
Connection of other generation at LV up to 20kVA not covered by the above	£160	£388	£40	£65
Connection of other generation at LV greater than 20kVA and up to 50kVA	£160	£516	£40	£65
Connection of other generation at LV greater than 50kVA	£300	£723	£45	£75
Connection of generation at HV up to 250kVA	£500	£826	£45	£75
Connection of generation at HV greater than 250kVA and up to 1MVA	£500	£1,032	£45	£75
Connection of generation at HV greater than 1MVA	£500	£2,099	£45	£75
Connection of generation at EHV up to 10MVA	£1,000	£3,298	£75	£85
Connection of generation at EHV greater than 10MVA	£1,000	£3,298	£75	£85
Connection of generation greater than 50MVA	£1,000	£6,500	£75	£85

Note 1: "LV", "HV", or "EHV" in the table above denotes the highest voltage of assets installed including any associated Reinforcement or diversionary works.

PART C Assessment and Design for all relevant work

9.17. For applications received where the Customer requires ESPE to undertake all the works, ESPE's charges associated with the identification of the most appropriate point on the existing Distribution System for connection and the design of any Extension Assets and/or Reinforcement are set out in the table below. ESPE may levy additional assessment and design charges where the work undertaken exceeds the costs included in the minimum charge:

Category	Charge		Additional Charge/hr	
	Min	Max	Min	Max
Demand				
Single LV Service Demand Connection	£0	£200	£0	£75
2 to 4 services single phase LV, no extension to LV network	£0	£463	£0	£75
1-4 Premises, single phase LV, extension to the LV network required	£0	£463	£0	£75
1 three phase LV service with while current metering to a single Premises	£0	£200	£0	£75
Other LV connection(s) with a total load up to 100kVA	£0	£480	£0	£75
Other LV connection(s) with a total load greater than 100kVA and up to 250kVA not covered by the above	£0	£630	£0	£75
Connection greater than 250kVA and up to 1MVA at LV	£540	£2,330	£0	£75
Connection up to 250kVA at HV	£630	£1,250	£0	£75
Connection greater than 250kVA and up to 1MVA at HV	£630	£4,730	£0	£75
Connection greater than 1MVA and up to 3 MVA at HV	£810	£6,640	£0	£75
Connection greater than 3MVA and up to 10MVA at HV	£1,080	£7,700	£45	£85
Connection greater than 3MVA and up to 10 MVA at EHV	£7,700	POA	£75	£85
Connection greater than 10MVA and up to 50MVA	£7,500	POA	£75	£105

Category	Charge		Additional Charge/hr	
	Min	Max	Min	Max
Connection greater than 50MVA	£7,500	POA	£75	£105
Generation				
Connection of a single Small Scale Embedded Generator	£0	£200	£0	£75
Connection of other generation at LV up to 20kVA not covered by the above	£250	£580	£0	£75
Connection of other generation at LV greater than 20kVA and up to 50kVA	£500	£733	£0	£75
Connection of other generation at LV greater than 50kVA	£500	£1,135	£0	£75
Connection of generation at HV up to 250kVA	£1,080	£5,720	£0	£75
Connection of generation at HV greater than 250kVA and up to 1MVA	£1,193	£5,515	£0	£75
Connection of generation at HV greater than 1MVA	POA	£9,740	£0	£75
Connection of generation at EHV up to 10MVA	POA	£9,450	POA	£85
Connection of generation at EHV greater than 10MVA	POA	£9,450	POA	£85
Connection of generation greater than 50MVA	POA	£12,600	POA	£85

Note 1: "LV", "HV", or "EHV" in the table above denotes the highest voltage of assets installed including any associated Reinforcement or diversionary works.

PART D CIC Assessment and Design of the Non-Contestable Work

9.18. For applications received where the Customer has requested an ICP to carry out the Contestable Works, ESPE's charges associated with the identification of the most appropriate point on the existing Distribution System for connection of the Extension Assets and the design of any Network Reinforcement are set out in the table below:

Category	Charge
Demand	
Single LV Service Demand Connection	£200
2 to 4 services single phase LV, no extension to LV network	£200
1-4 Premises, single phase LV, extension to the LV network required	£200
1 three phase LV service with while current metering to a single Premises	£400
Other LV connection(s) with a total load up to 100kVA	£400
Other LV connection(s) with a total load greater than 100kVA and up to 250kVA not covered by the above	£500
Connection greater than 250kVA and up to 1MVA at LV	£750
Connection up to 250kVA at HV	£750
Connection greater than 250kVA and up to 1MVA at HV	£750
Connection greater than 1MVA and up to 3 MVA at HV	£750
Connection greater than 3MVA and up to 10MVA at HV	£750
Connection greater than 3MVA and up to 10 MVA at EHV	£750
Connection greater than 10MVA and up to 50MVA	£750
Connection greater than 50MVA	£750
Generation	
Connection of a single Small Scale Embedded Generator	£200
Connection of other generation at LV up to 20kVA not covered by the above	£200
Connection of other generation at LV greater than 20kVA and up to 50kVA	£300
Connection of other generation at LV greater than 50kVA	£500

Category	Charge
Connection of generation at HV up to 250kVA	£750
Connection of generation at HV greater than 250kVA and up to 1MVA	£750

PART E CIC Design Approval of the Contestable Work

9.19. For applications received where the Customer has elected an ICP to undertake the Contestable Work, ESPE's charges associated with the approval of an Extension Asset design produced by an ICP are set out in the table below:

Category	Charge
Demand	
Single LV Service Demand Connection	£200
2 to 4 services single phase LV, no extension to LV network	£200
1-4 Premises, single phase LV, extension to the LV network required	£200
1 three phase LV service with whole current metering to a single Premises	£400
Other LV connection(s) with a total load up to 100kVA LV	£400
Other LV connection(s) with a total load greater than 100kVA and up to 250kVA LV not covered by the above	£500
Connection greater than 250kVA and up to 1MVA at LV	£500
Connection up to 250kVA at HV	£500
Connection greater than 250kVA and up to 1MVA at HV	£500
Connection greater than 1MVA and up to 3MVA at HV	£500
Connection greater than 3MVA and up to 10MVA at HV	£500
Connection greater than 3MVA and up to 10MVA at EHV	£500
Connection greater than 10MVA and up to 50MVA	£500
Connection greater than 50MVA	£500
Generation	
Connection of a single Small Scale Embedded Generator	£200
Connection of other generation at LV up to 20kVA not covered by the above	£200
Connection of other generation at LV greater than 20kVA and up to 50kVA	£300
Connection of other generation at LV greater than 50kVA	£500
Connection of generation at HV up to 250kVA	£750
Connection of generation at HV greater than 250kVA and up to 1MVA	£750
Connection of generation at HV greater than 1MVA	£1000
Connection of generation at EHV up to 10MVA	£1000
Connection of generation at EHV greater than 10MVA	£1000

Connection of generation greater than 50MVA	£1000
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PART F CONSTRUCTION

F1 Services covered by the Quotation Accuracy Scheme

- 9.20. ESPE's charges associated with the construction of small services (1-4 single phase connections or a single three phase connection up to 60kVA) are set out in the table below.
- 9.21. Charges cover both the Contestable Work and Non-Contestable Work; however these are identified separately on the Customer's Connection Offer. Note that the Connection Offer will also include charges for Assessment and Design as outlined in paragraph 9.16 and may include other charges.
- 9.22. The charges in the table below are inclusive of liaison with highway authorities, sending street works notices and signing, lighting and guarding. These charges exclude traffic management costs e.g. temporary traffic lights, road closures etc. and Traffic Management Act costs. Where these additional charges are relevant, these are included in the connection charge.
- 9.23. These Charges exclude charges for any easement, wayleaves or land transfers that are required and these are detailed in part I, Land Rights.
- 9.24. These charges are covered by the Quotation Accuracy Scheme outlined under paragraphs 9.8 9.12 of this section.

Activity	Description	Factors	Unit	Min	Max
Single	Single phase service, from	Same side service in		04.475	04 = 60
phase	a passing main, including	typical tarmac	1	£1,175	£1,763
service	cable, mains service joint	footpath			
	hole, (excavate to site	Same side service in	1	£643.93	£970
	boundary), and	typical grass verge	1	1043.33	1370
	termination. Service cable	Cross road service in			
	length up to 5 metres. Duct	typical carriageway	1	£1,704.67	£2,557
	within site boundary				
	installed by third party				
	Additional metres of	In typical tarmac	m	£12E 20	C202
	service cable	footpath	m	£135.29	£203
		In typical grass verge	m	£26.39	£40
		In typical	m	£168.18	£252
		carriageway		1100.10	1232
	Duct laid by ESPE		m	£7	£11

Activity	Description	Factors	Unit	Min	Max
Three phase service	Single phase service, from a passing main, including cable, mains service joint	Same side service in typical tarmac footpath	1	£1,264.19	£1,896
(60kVA)	hole, (excavate to site boundary), and termination. Service cable	Same side service in typical grass verge	1	£1,049.79	£1,575
	length up to 5 metres. Duct within site boundary installed by third party	Cross road service in typical carriageway	1	£1793.74	£2,691
	Additional metres of service cable	In typical tarmac footpath	m	£88.07	£132
		In typical grass verge	m	£45.19	£68
		In typical carriageway	m	£186.98	£280
	Duct laid by ESPE		m	£7	£11
Three Phase Service (60kVA)	Low voltage mains cable. Excavate 10 metres of ground and install LV mains cable and re-instate to match existing surface, includes straight joint onto main and bottle end	Trench or duct by others (including backfill and reinstatement)	1	£800	£1,200
		In typical tarmac footpath	1	£2,441.80	£3,663
	main and bottle end	In typical grass verge	1	£1,679.52	£2,519
	Additional metres of LV mains cable	In typical carriageway	1	£3,097.42	£4,646
		Trench or duct by others (including backfill and reinstatement)	m	£20	£30
		In typical tarmac footpath	m	£95.95	£144
		In typical grass verge	m	£53.07	£80
		In typical carriageway	m	£194.86	£292
	Duct laid by ESPE		m	£7	£11

F2 Service Alterations

- 9.25. ESPE's charges associated with changes to the service positions for single services (single phase connection or three phase connections up to 60kVA) are set out in the table below.
- 9.26. The charges in the table below are inclusive of liaison with highway authorities, sending street works notices and signing, lighting and guarding. These charges exclude traffic management costs e.g. temporary traffic lights, road closures etc. and Traffic Management Act costs. Where these additional charges are relevant, these are included in the connection charge.
- 9.27. These charges exclude charges for any easement, wayleaves or land transfers that are required and these are detailed in part I, Land Rights.
- 9.28. These charges are subject to the Quotation Accuracy Scheme outlined under paragraphs 9.8 9.12 of this Section.

Activity	Description	Factors	Unit	Min	Max
Single	Single phase	Service alteration in customer land	1	£1,299.90	£1,950
phase service alteration	service, from a passing main, including cable, mains service joint	Same side service alteration in typical grass verge including excavation, backfill and reinstatement to site boundary and joint hole	1	£952.09	£1,428
	hole, (excavate to site boundary), and	Same side service alteration in typical tarmac footpath including excavation, backfill and reinstatement to site boundary and joint hole	1	£1,299.90	£1,950
	termination. Service cable length up to 5 metres. Duct within site boundary installed by third party	Cross road service alteration in typical carriageway including excavation, backfill and reinstatement to the site boundary and joint hole	1	£1,829.45	£2,744
	Additional	Customers Land	m	£18.80	£28
	metres of service cable	In typical grass verge (including excavation, installation, backfilling and reinstatement	m	£45.19	£68
		In typical tarmac footpath (including excavation, installation, backfilling and reinstatement)	m	£88.07	£132
		In typical carriageway (including excavation, installation, backfilling and	m	£186.98	£280

Activity	Description	Factors	Unit	Min	Max
		reinstatement)			
Three	Three phase	Service alteration in customer land	1	£1,424.25	£2,136
phase service alteration (60kVA)	service including service cable, joint and termination.	Same side service alteration in typical grass verge including excavation, backfill and reinstatement to site boundary and joint hole	1	£1,174.85	£1,762
	Service cable length up to 5 metres, Duct installed by	Same side service alteration in typical tarmac footpath including excavation, backfill and reinstatement to site boundary and joint hole	1	£1,389.25	£2,084
	third party	Cross road service alteration in typical carriageway including excavation, backfill and reinstatement to the site boundary and joint hole	1	£1,918.80	£2,878
	Additional	Customers Land	m	£45.19	£68
	service cable ex	In typical grass verge (including excavation, installation, backfilling and reinstatement	m	£45.19	£68
		In typical tarmac footpath (including excavation, installation, backfilling and reinstatement)	m	£88.07	£132
		In typical carriageway (including excavation, installation, backfilling and reinstatement)	m	£186.98	£280

F3 Other Services not covered by the QAS

- 9.29. ESPE's charges associated with construction of services to the Entry/Exit Point that are not covered by the Quotation Accuracy Scheme are given in the table below. These charges are for the connection of service cable only.
- 9.30. Charges below cover both the Contestable Work and Non-Contestable Work; however these are identified separately on the Connection Offer or Point of Connection Offer. Note that the Connection Offer also includes charges for Assessment and Design.
- 9.31. The charges in the table below are inclusive of liaison with highway authorities, sending street works notices and signing, lighting and guarding. These charges exclude Traffic Management

Act costs. Where these are additional charges that are relevant, these are included in the Connection Charge.

9.32. These charges exclude charges for any easement, wayleaves or land transfers that are required and these are detailed in part I, Land Rights.

Activity	Description	Unit	Min	Max
Single phase service, up to 100A	One single phase service, from a passing or extended main, including service cable, mains service joint, and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole undertaken by third party	1	£486.31	£729.47
(20kVA)	Multiple single phase service, from an extended main, including service cable. Mains service joints and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole undertaken by third party	1	РОА	РОА
	Excavation and backfill of joint hole	1	£530.59	£795.89
	Additional metres of service cable	m	£13.41	£20.12
Three phase service up to 100A per	A single three phase service, from a passing main, including service cable, mains service joint, and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole undertaken by third party	1	£725.51	£1,088.27
phase (60kVA)	Excavation and backfill of joint hole	1	£707.08	£1,060.62
(OOKVA)	Additional metres of three phase service cable	m	£17.24	£25.86
Three phase service up to 200A per	A single three phase service, from a passing main, including service cable, mains service joint, and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole undertaken by third party	1	£1,652.59	£2,478.89
phase (120kVA)	Excavation and backfill of joint hole	1	£707.08	£1,060.62
(IZOKVA)	Additional metres of three phase service cable	m	£17.24	£25.86
Three phase service up to	A single three phase service, from a passing main, including service cable, mains service joint, and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole	1	£1,084.19	£2,706.29

Activity	Description	Unit	Min	Max
300A per	undertaken by third party			
phase (180kVA)	Excavation and backfill of joint hole	1	£707.08	£1,060.62
(100,000,0	Additional metres of three phase service cable	m	£17.24	£25.86
Three phase service up to 300A per	A single three phase service, from a passing main, including service cable, mains service joint, and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole undertaken by third party	1	£1,804.19	£2,706.29
phase (240kVA)	Excavation and backfill of joint hole	1	£707.08	£1060.62
(2.101071)	Additional metres of three phase service cable	m	£17.24	£25.86
Three phase service over 240kVA	A single three phase service, from a passing main, including service cable, mains service joint, and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole undertaken by third party	1	£1,777.29	£2,665.94
	Excavation and backfill of joint hole	1	£707.08	£1,060.62
	Additional metres of three phase service cable	m	£17.24	£25.86
Services to Multi- occupied Premises	Installation of a multi-way cut-out up to 10 way from a passing or extended main, including cables for adjacent communal metering, mains service join, and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole undertaken by third party	1	£1,355.88	£2,033.83
	Installation of a multi-way cut-out of greater than 10 way from a passing or extended main, including cables for adjacent communal metering, mains service join, and termination. Service cable length up to 5 metres per service. Duct installation, excavation and backfill joint hole undertaken by third party	1	£2,776.48	£4,164.72
	Installation of rising mains and laterals excluding civils and containment work	1	POA	POA
	Excavation and backfill of joint hole	1	£707.08	£1,060.62
	Additional metres of three phase service cable	m	£17.24	£25.86

F4 Unmetered Supplies

- 9.33. ESPE's Charges associated with construction activities in respect of unmetered supplies.
- 9.34. Charges below cover both the Contestable and Non-Contestable Work; however these are identified separately on the Connection Offer or Point of Connection Offer. Note that the Connection Offer may also include charges for Assessment and Design as outlined in paragraph 9.16 and may include other charges.
- 9.35. The charges in the table below are inclusive of liaison with highway authorities, sending street works notices and signing, lighting and guarding. These charges exclude Traffic Management Act costs. Where these charges are relevant, these are included in the Connection Charge.
- 9.36. These charges exclude charges for any easement, wayleave or land transfers that are required and these are detailed in part I, Land Rights.

Activity	Description	Unit	Min	Max
Unmetered Supplies	New connection up to 5 metres excluding excavation and reinstatement	1	£246.47	£369.71
	Disconnection excluding excavation and reinstatement	1	£107.08	£160.62
	Transfer or reconnection up to 5 metres excluding excavation and reinstatement	1	£107.08	£160.62
	Additional metres of service cable including excavation and reinstatement	m	£18.80	£28.20
Unmetered Supplies	New connection on same side of road including excavation and reinstatement	1	£1,299.90	£1,949.85
	New connection up to 10 metres on other side of road including excavation and reinstatement	1	£2,635.35	£3,953.03
	Disconnection excluding excavation and reinstatement	1	£107.08	£160.62
	Transfer or reconnection up to 5 metres including excavation and reinstatement	1	£1,299.90	£1,949.85
	Additional metres of service cable including excavation and reinstatement	m	£186.98	£280.47
Unmetered Supplies	Rent-a-Jointer team (excluding materials)	Per day	POA	POA
Unmetered Supplies	Administrative charge for ICP work	Per lamp	POA	POA

F5 Mains Cables

- 9.37. ESPE's charges associated with cables are set out in the table below.
- 9.38. Charges below cover both the Contestable and Non-Contestable Work; however these are identified separately on the Connection Offer or Point of Connection Offer. Note that the Connection Offer also includes other charges for Assessment and Design as outlined in paragraph 9.16 and may include other charges.
- 9.39. The charges in the table below are inclusive of liaison with highway authorities, sending street works notices and signing, lighting and guarding. These charges exclude traffic management e.g. temporary traffic lights, road closures etc. and Traffic Management Act costs. Where these additional charges are relevant, these are included in the connection charge.
- 9.40. These charges exclude charges for any easement, wayleaves, or land transfers that are required and these are detailed in part I, Land Rights.
- 9.41. Where the cable charges are associated with the connection there may be an additional charge for the Final Connection to ESPE's existing Distribution System and these charges are identified in paragraph 7.45.

Activity	Description	Unit	Min	Max
Extension of LV mains cable of 95mm ² or	Lay 10m cable or less including jointing onto existing main in prepared trench or pulling through duct installed by others. All backfill and reinstatement by others	1	£499.34	£749.01
less	Additional metres of mains cable	m	£22.46	£33.69
	Lay 10m cable or less in typical footpath or carriageway, including excavation and reinstate to match the existing surface	1	£917.30	£1,375.95
	Additional metres of mains cable	m	£22.46	£33.69
	Lay 10m cable or less in unmade ground, including excavation and reinstate to match the existing service	1	£488.50	£732.75
	Additional metres of mains cable	m	£22.46	£33.69
Extension of LV mains cable of between	Lay 10m cable or less including jointing onto existing main in prepared trench or pulling through duct installed by others. All backfill and reinstatement by others	1	£626.64	£939.96
95mm ² and	Additional metres of mains cable	m	£30.16	£45.24

Activity	Description	Unit	Min	Max
185mm²	Lay 10m cable or less in typical footpath or carriageway, including excavation and reinstate to match the existing surface	1	£994.30	£1,491.45
	Additional metres of mains cable	m	£30.16	£45.24
	Lay 10m cable or less in unmade ground, including excavation and reinstate to match the existing service	1	£565.50	£848.25
	Additional metres of mains cable	m	£30.16	£45.24
Extension of LV mains cable of greater than	Lay 10m cable or less including jointing onto existing main in prepared trench or pulling through duct installed by others. All backfill and reinstatement by others	1	£3,788.30	£5,682.45
185mm²	Additional metres of mains cable	m	£34.16	£51.24
	Lay 10m cable or less in typical footpath or carriageway, including excavation and reinstate to match the existing surface	1	£1,034.30	£1,551.45
	Additional metres of mains cable	m	£34.16	£51.24
	Lay 10m cable or less in unmade ground, including excavation and reinstate to match the existing service	1	£605.50	£908.25
	Additional metres of mains cable	m	£34.16	£51.24
Extension of HV mains cable	Lay 20 metres cable or less in prepared trench by pulling through duct installed by others. Al backfill and reinstatement by others including jointing onto existing main	1	£952.40	£1,428.60
	Additional metres of mains cable	m	£47.62	£71.43
	Lay 20m cable or less in typical footpath or carriageway, including excavation and reinstate to match the existing surface	1	£2,446.00	£3,669.00
	Additional metres of mains cable	m	£47.62	£71.43
	Lay 20m cable or less in unmade ground, including excavation and reinstate to match the existing surface	1	£1,432.40	£2,148.60

Activity	Description	Unit	Min	Max
Extension of 33kV mains cable	Lay 30m cable or less in prepared trench or pulling through duct installed by others. All backfill reinstatement by others including jointing onto existing main	1	POA	POA
	Additional metres of mains cable	m	POA	POA
	Lay 30m cable or less in typical footpath or carriageway, including excavation and reinstate to match the existing surface	1	POA	POA
	Additional metres of mains cable	m	POA	POA
	Lay 30m cable or less in unmade ground, including excavation and reinstate to match the existing surface	1	POA	POA
	Additional metres of mains cable	m	POA	POA
Extension of 66kV mains cable	Lay 30m cable or less in prepared trench or pulling through duct installed by others. All backfill and reinstatement by others including jointing onto existing main	1	POA	РОА
	Additional metres of mains cable	m	POA	POA
	Lay 30m cable or less in typical footpath or carriageway, including excavation and reinstate to match the existing surface	1	POA	РОА
	Additional metres of mains cable	m	POA	POA
	Lay 30m cable or less in unmade ground, including excavation and reinstate to match the existing surface	1	POA	POA
	Additional metres of mains cable	m	POA	POA
Extension of 132kV mains cable	Lay 40m cable or less in prepared trench or pulling through duct installed by others. All backfill and reinstatement by others including jointing onto existing main	1	POA	POA
	Additional metres of mains cable	m	POA	POA
	Lay 40m cable or less in typical footpath or carriageway, including excavation and reinstate to match the existing surface	1	POA	POA

Activity	Description	Unit	Min	Max
	Additional metres of mains cable	m	POA	POA
	Lay 40m cable or less in unmade ground, including excavation and reinstate to match the existing surface	1	POA	POA
	Additional metres of mains cable	m	POA	POA

F6 Substations

- 9.42. ESPE's charges associated with substations are set out in the table below.
- 9.43. Charges below cover both the Contestable and Non-Contestable Work; however these are identified separately on the Connection Offer or Point of Connection Offer. Note that the Connection Offer also includes charges for Assessment and Design as outlined in paragraph 9.16 and may include other charges.
- 9.44. The charges in the table below are inclusive of liaison with highway authorities, sending street works notices and signing, lighting and guarding. These charges exclude Traffic Management Act costs. Where these additional charges are relevant, these are included in the connection charge.
- 9.45. These charges exclude charges for any easement, wayleaves or land transfers that are required and these are detailed in part I, Land Rights.

Activity	Description	Unit	Min	Max
HV/LV substation ground mounted transformer	Install ground mounted transformer up to and including 315kVA including RMU and LV fuse board or circuit breaker.	1	£36,646	POA
	Install ground mounted transformer greater than 315kVA and up to and including 500kVA including RMU and LV fuse board/cabinet or circuit breaker.	1	£39,646	POA
	Install ground mounted transformer greater than 500kVA and up to and including 800kVA including RMU and LV fuse board/cabinet or circuit breaker.	1	£74,646	POA
	Install ground mounted transformer greater than 800kVA and up to 1000kVA including RMU and LV fuse board/cabinet or circuit breaker.	1	£74,646	POA
	Install ground mounted transformer greater than 1000kVA including RUM and LV fuse board/cabinet or circuit breaker	1	POA	POA
	Transformer change.	1	POA	POA

Activity	Description	Unit	Min	Max
HV only substation (customer owned HV/LV transformer)	Install an internal HV switchgear (e.g. RMU) and metered circuit breaker	1	POA	POA
	Install an external HV switchgear (e.g. RMU) and metered circuit breaker	1	POA	POA
EHV/HV	New indoor single transformer substation	1	POA	POA
primary substation	New indoor double transformer substation	1	POA	POA
Substation	New outdoor single transformer substation	1	POA	POA
	New outdoor double transformer substation	1	POA	POA
	Add an additional transformer at existing indoor substation	1	POA	POA
	Add an additional transformer at existing outdoor substation	1	POA	POA
	Change transformer	1	POA	POA
	Change HV switchgear	1	POA	POA
132kV/EHV	New indoor single transformer substation	1	POA	POA
substation	New indoor double transformer substation	1	POA	POA
	New outdoor single transformer substation	1	POA	POA
	New outdoor double transformer substation	1	POA	POA
	Add an additional transformer at existing indoor substation	1	POA	POA
	Add an additional transformer at existing outdoor substation	1	POA	POA
	Change transformer	1	POA	POA
	Change HV switchgear	1	POA	POA

PART G CIC Final Works and Energisation

- 9.46. The table below sets out the charges for the final connections to ESPE's network.
- 9.47. The charges below cover Non-Contestable work or where ESPE are asked to under-take live jointing on Contestable Assets, and are identified separately on the Connection Offer. Note that the Connection Offer also includes charges for Assessment and Design as outlined in paragraph 9.16 and may include other charges.

- 9.48. These charges exclude charges for any easement, wayleaves or land transfers that are required and these are detailed in part I, Land Rights.
- 9.49. The charges below are exclusive of all cable laying or substation installation costs and all joint hold excavation and reinstatement. These are covered by separate charges or are carried out by the ICP.

Activity	Description	Unit	Cost
Service Connections	LV service joint to all sizes of LV main inclusive of service polarity and earth loop impedance test at the service position	1	POA
LV Mains Energisation	LV mains Energisation of all sizes by a mains joint to an existing cable of any size	1	POA
	LV bottle end to mains cable, any size	1	POA
	LV mains Energisation of all sizes by terminating to an existing piece of LV switchgear, including all associated operating costs	1	POA
HV Mains Energisation	HV cable Energisation of all sizes by a joint to an existing cable of any size including all associated operational costs	1	POA
	HV cable Energisation of all sizes by connection to existing overhead line including all associated operational costs	1	POA
	HV cable Energisation of all sizes by termination to an existing piece of switchgear including all associated operational costs	1	POA
Operational Work	LV operation work including identification of cables requiring LV operations only	1	POA
	LV commissioning work including switching to commission LV assets installed by ICPs	1	POA
	HV operational work including for identification of cables requiring HV operations	1	POA
	HV commissioning work including all operational work required to isolate network and commission HV assets installed and jointed by ICPs	1	POA
Generation	Witness Testing of LV Connections	1	£1050
	Witness Testing of HV Connections	1	£1505

PART H CIC Inspections and Monitoring of Contestable Works

- 9.50. ESPE's charges associated with site visits to inspect and monitor the construction of the Extension Asset by ICPs will be levied on a case by case basis for the following:
 - LV Network
 - HV Network
 - EHV Network
 - 132kV Network
 - HV/LV Substation
 - EHV/HV Substation
 - HV/LV Civils
 - EHV/HV Civils

PART I Land Rights

9.51. ESPE's charges associated with Land Rights are set out in the table below. These charges exclude the cost of any compensation or consideration payable to third parties.

Category	Min	Max
Residential Development substation site from developer (including easements from developer)	£750	POA
Commercial/industrial development substation from developer (including easements from developer)	£750	POA
Residential /commercial/industrial development substation site from third party owner(s) (including easements from same third party owner(s))	£750	POA
Wayleave(s)/easements(s) only on a residential site from Developer	£750	POA
Wayleave(s)/easements(s) only on a commercial/industrial site from Developer	£750	POA
Wayleave(s)/easement(s)from third party owner(s)	£750	РОА

PART J Other

- 9.52. ESPE's miscellaneous charges associated with the provision of the connection are priced on application of the events set out below.
 - Negotiation of special terms.
 - Meetings not covered by other charges.
 - Abortive visits.
 - Planning approval.
 - Traffic management costs e.g. temporary traffic lights, road closures etc.

ESPE Connection Charges Statement From April 2020

Appendix A: Useful Contacts and Addresses

Ofgem 10 South Colonnade Canary Wharf London E14 4PU

Tel: (0207) 901 7000 Fax: (0207) 901 7066

Website: https://www.ofgem.gov.uk/

Health and Safety Executive Rose Court 2 Southwark Bridge London SE1 9HS

Tel: (0845) 345 0055

Website: http://www.hse.gov.uk/

Ombudsman Services PO Box 966 Warrington WA4 9DF

Telephone: 0330 440 1624 Textphone: 0330 440 1600 Fax: 0330 440 1625

E-mail: osenquiries@os-energy.org

Website: www.ombudsman-services.org/energy

Citizens Advice
3rd Floor North
200 Aldersgate Street
London
EC1A 4HD

Telephone (England): 03444 111 444 Telephone (Wales): 03444 77 20 20

Website: www.citizensadvice.org.uk



For more information on the content of this document please contact us at the following address:

ESP Utilities Group Bluebird House Mole Business Park Leatherhead Surrey KT22 7BA

Tel: 01372 587 500 Fax: 01372 377 996 Email: Regulation@espug.com

