

Agenda:

10:00 - 10:15 Introduction and Housekeeping

10:15 - 10:30 Updates on Competition in Connections, Part Funded Reinforcement Trial, ECCR & Connection Offer Expenses

10:30 - 11:10 Breakout Session - Choice 1

11:10 - 11:30 Comfort/Tea & Coffee Break

11:30 - 12:10 Breakout Session — **Choice 2**

12:10 - 12:50 Breakout Session Choice 3

12:50 Lunch & Close







Welcome, Housekeeping and Safety Moment

Richard Mailer – Network Connections Designer Manager (South)





Purpose of the event today





Update for our connections customers



Meet our teams – the people who deal everyday with your projects



Listen to you



ICP & IDNO Workshop Attendees 2016-17







Our approach to stakeholder engagement

...is all about our customers



Putting you at the heart of everything we do





Listening to what you tell us



Acting on your feedback



Continuously improving our services



Newsletters and Events









Delivering a better service for ALL our customers: Our connections strategy

Ease of initial contact

Knowing who is dealing with your request

Clear and easy to understand processes

Increased awareness of choice



South Regional Model

Southern Electric Power Distribution Regional model south

Our networks business is split into 4 regions, each with a dedicated leadership team.

Structuring our business this way empowers people to deliver even better customer service within each region. Roles have clear accountability and responsibility that play to our people's strengths and are aligned with specific skills and experience.

Director of Operations – Craig Gilroy craig.gilroy@sse.com - 07767 850431

Head of Connections – Rodger Yuile rodger.yuile@sse.com - 07584 313122

Connections escalation route

Craig Gilroy
Director of Customer Operations

Head of Region

Connection Delivery Manager

Customer Relationship Manager

Project Delivery Manager



Cirencester

Swindon

Bicester*

. Abingdon

High Wycombe

Oxford





You Have a Choice page on our Website



If you need a new connection in an area where we own the electricity network, did you know you have a choice?

Just because we own the network doesn't mean you have to accept a quotation from us. There are other companies out there who can carry out many aspects of the work. Competition gives you a choice and keeps us on our game making sure we deliver the best possible service for you. You can now compare prices and service levels to decide which company is best for you.

Your choices

Other companies who provide a connections service are known as Independent Connection Providers (ICPs) or Independent Distribution Network Operators (IDNOs).

The diagram below shows the competitive elements of new connections work:







What is an ICP?

An ICP is an accredited company which can build electricity networks to agreed standards. Please click below for alternative providers in our area.

> Alternative providers in our area

You can also visit the Lloyds Register website to find a list of accredited companies.

Lloyds register

What is an IDNO?

An IDNO is also an accredited company that can build electricity networks, but unlike an ICP, it owns and maintains the network once it is complete. Take a look with the link below to see accredited companies in our area.

Alternative providers

You can also visit Ofgem's website to find out which companies act as IDNOs.

➤ Ofgem



Alternative Providers Register page on our Website

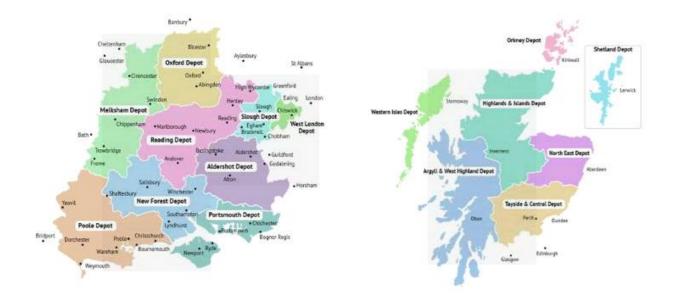
Alternative Provider List

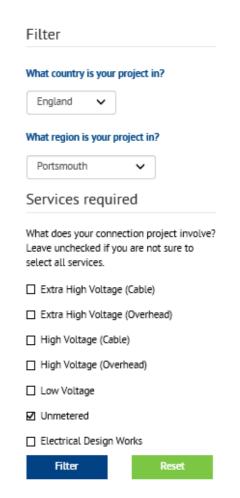
Use the filters below to get contact details of alternative providers who have registered on our website and are active in our area.

Legal Disclaimer

We have developed the Alternative Providers List to assist you in seeking alternative quotations for your connections applications. The list is not exhaustive nor does it provide any form of recommendation or endorsement. It is a list of alternative providers who have chosen to register their details on our site. We shall not be liable for error or inaccuracy of the list, nor liable to you in tort (including negligence) or otherwise for losses arising from or in connection with your use of this Alternative Provider List for: (a) loss of profits; (b) loss of sales or business; (c) loss of agreements or contracts; (d) loss of anticipated savings; (e) loss of or damage to goodwill; or (f) any indirect or consequential loss.

From 01/07/2015, a Service Charge applies to calling 084 numbers. Contact your phone company if you want to check what a call would cost.







Competition in Connections page on our Website

Competition in connections - for ICPs and IDNOs

When customers have a choice, competing providers are naturally driven to deliver a better service. We continue to work with Ofgem and ICPs to identify and implement further scope of works that can be opened up to competition.

If you have the appropriate NERS accreditation and have been engaged by a client to deliver their new connections, we can provide you with the necessary non-contestable services.

If you would like to find out more about gaining the necessary accreditation to compete for new connections work, please visit the Lloyds Register Website. Our simple diagram illustrates the high level process for opening up the connections market.

- Visit the Lloyds Register website
- > Connections useful documents
- ♣ Non-contestable process flowchart

- > Land Rights Requirements and Documentation
- > Entering the electricity connections market

ICP application

Make an application for an electricity network connection you wish us to adopt. Please ensure you download the application form before continuing with your online application.

- ♣ Download application form
- Online application

Notify us that you are determining the point of connection. Please refer to our **POC Self Identification and Self Design Approval Guidance Note** before continuing with your application. It explains when you can determine your POC and also when you can approve your own on site design, if applicable. **This guidance note can be found on our secure website once you have logged in.**

- Access our specifications and network information
- > Online notification for self-identified POC

Contact us



Access to specifications, network information and GIS

Information and data specifically for registered alternative providers - Independent Connection Providers (ICPs) and Independent Distribution Network Operators (IDNOs).

If you would like to receive our network mapping information in a Shape file please follow this process:

- ♣ How to receive our maps
- Online documentation

Alternative providers register

We understand that opening the market to competition will be highly beneficial to customers, ensuring that their connections are delivered in a safe, timely and cost effective manner. We also know that ensuring customers are aware of their choice guarantees they can take full advantage of this. Therefore, we are committed to facilitating an open and competitive market.



Online Documentation in Secure Area of our Website

Alternative Provider Network Information

Welcome to Scottish and Southern Electricity Networks website providing network information and data specifically for use by registered Alternative Providers - Independent Connection Providers (ICPs) and Independent Distribution Network Operators (IDNOs) - to enable design analysis to determine a suitable Point of Connection (POC) to our electricity distribution network.

Useful links

- For ICPs and IDNOs
- Connections FAQs
- Guaranteed Standards
- Our Plans and Commitments

G81 Design, Specification and Operational Documents

Network Geographical Information System (GIS)

HV Network Schematics

POC Self Identification Matrix & Self Design Approval Guidance Network Rating and Loading Information

Cost Apportionment Register



Connection Offer Expenses

New Regulations

- BEIS are introducing new regulations from April 2018. This will allow DNOs to charge customers a fee for their connection offer, regardless of whether they are accepted.
- BEIS intention is for a fairer allocation of costs:
 - Currently Only those customers who accept their connection offer pay an A&D Fee.
 - In future The new regulations will allow DNOs to charge all customers who apply for a connection offer.

What are Connection Offer Expenses

- The expenses incurred in reviewing applications; assessing the network; designing the connection; and preparing the connection offer.
- Formerly known as Assessment and Design (A&D) fees.



Connection Offer Expenses

SSEN Approach

How it will work

- We will inform the customer at application stage by email that they may have to pay Connection Offer Expenses.
 - Option to Cancellation within 10WDs of Application Date
 - · Thereafter full payment will be pursued
- A separate Connection Offer Expenses invoice will be issued at the same time as the connection offer.
- The Customer may:
 - Accept and pay the full connection offer amount including the Connection Offer Expenses (as usual).
 - Not Accept they must pay the Connection Offer Expenses charge.
- Non payment of Connection Offer Expenses will be pursued through our normal debt recovery process.

Applying The Expenses

- This will apply to SLC15 and SLC15A Offers.
- We plan to apply to all Major Connections, starting with HV /EHV DG from April 2018
- Other segments will follow-on
- We do not plan to apply to Minor Connections projects



Connection Offer Expenses

Consultation and Communication

- BEIS carried their consultation last summer.
- We carried out a consultation in December to communicate the change in regulations.
 - 18 responses: 9-DG, 6-ICP, 2-Demand, 1- anonymous
 - Inconsistency of approach across the DNOs
 - Up front info/budget estimates should be improved
- We will notify you on application if you are due to pay Connection Offer Expenses.
- We will also update our Connection Charging Methodology Statement to reflect our revised charges.
- If you have any comments or questions in relation to our new policy on Connection Offer Expenses please contact us at connections.policy@sse.com.



Significant ICP focussed ICE Commitments 2017/18

Part Funded Reinforcement Trial – Ofgem Decision Document

- A report setting out details of the proposed trial to allow ICPs to deliver the reinforcement element of a project was submitted to Ofgem in early January 2018. Ofgem have now completed the review of our proposal and have made the decision to grant consent to our derogation from Section 6.15 of our CCMS, which excludes ICPs from carrying out non-contestable reinforcement. This allows SHEPD/SEPD to offer Part Funded Reinforcement to ICPS on a 3 year trial subject to project and participant criteria being met.
- Ofgem's decision document is dated 13 March 2018 and was published on their website on 15 March 2018.
- Related Ofgem website links are shown below:
 - www.ofgem.gov.uk/electricity/distribution-networks/connections-and-competition
 - <u>www.ofgem.gov.uk/publications-and-updates/decision-ssen-s-request-derogation-their-connection-charging-methodology-statement</u>
 - www.ofgem.gov.uk/system/files/docs/2018/03/ssen pfr decision document final 002.pdf
- The official start date for the trial is 30th March 2018 and will end on 30th March 2021.



Significant ICP focussed ICE Commitments 2017/18

Part Funded Reinforcement Trial – Continued...

• The proposal has been developed in direct response to feedback from stakeholders, as set out in a commitment made under the Incentive on Connections Engagement (ICE) 2015-2016 submission.

"Where a customer wishes their Alternative Provider to carry our works required to reinforce our existing network we will ensure their Alternative Provider has the opportunity to complete this reinforcement works."

- All LV and HV related reinforcement, for Demand Projects.
 - Costs based on our quotation
 - Any reinforcement work carried out by the ICP must be to the design of SHEPD/SEPD
 - Reinforcement Asset will be adopted in line with Network Adoption Process for Sole Use Asset
 - ICP will require suitable NERs accreditation
- We will publish details of the trial on SSEN's website by 30th March 2018 and a newsletter will follow.





Significant ICP focussed ICE Commitments 2017/18

Electricity (Connection Charges) Regulations (ECCR)

- In April last year, BEIS revised the ECCR. The amended regulations came into effect on 6th April 2017.
- There will be a period for which both regulations are in place:
 - For connections made prior to 6th April 2017, the 2002 Regulations will apply; and
 - For connections made on or after 6th April 2017, the 2017 Regulations will apply.
- ECCR only applies if a customer's connection uses a previously installed network asset within the prescribed period.
- ECCR 2002 does not apply for connection Assets which were installed by ICPs.
- With ECCR 2017, a customer may qualify for rebate on Assets installed by an ICP.
- We will assess the cost of the connection which was installed by an ICP and we will include the rebate charges into the quote letter.
- At the completion of the subsequent connection, we will issue an invoice with the rebate charges to the subsequent customer.
- We have created a 'Cost Apportionment Register' on our website (in the secure area). We intend to enhance this register to show ICPs and IDNOs where there were previous reinforcements in our distribution network. This reinforcement register will allow ICPs and IDNOs to review whether 2nd comer charges apply to their connections or not.





Our Proposed 2018/19 ICE Commitments

Application

We will offer customers pre-application meetings

We will enhance tracking information for online applications

We will enhance our online application process and provide more information to make the process more intuitive

We will improve the online applications process for mixed connections

Innovation

We will provide regular updates on our transition to DSO We will make it easier for you to request a 'flexible connection' for your quotation

Quotation

We will review our quote letters to ensure they reflect best practice

Wayleaves

We will carry out a detailed review of our wayleaves process

Collaboration

We will collaborate with other DNOs to share best practice on policy issues at industry level

Information Provision

We will provide updates on Statement of Works trials and Appendix G

We will update and improve our GIS system (continuation from 2017/18 action)

Where requested, we will provide mains phasing information

We will provide site readiness guides to customers on information required prior to connection

We will develop a new Customer Relationship Management system, involving customer feedback

We will make it more visible how customers request new or additional MPANs for service alterations

We will provide contact information and an escalation process for customers

Engagement

We will facilitate opportunities for 1-2-1 engagement post connection

We want customers to drive what we talk about; we will introduce an online feedback process

We will trial 'virtual' or online connection surgeries to discuss project or connection offer

We will review our website

We will arrange a number of events and workshops





Breakout Sessions

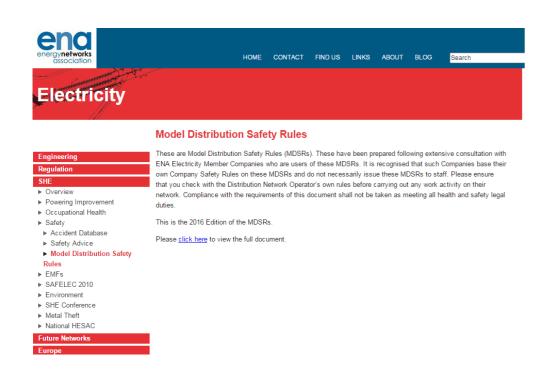
Identified during various communications with yourselves over the last six months:

Select any 3 breakout sessions from the 4 choices below (40 minutes per session)



- Choice 1 Accreditation & Authorisation for Options 1, 2 & 3 of the Competition in Connections Code of Practice
- Choice 2 Electrical Vehicle Charging Point Connection Process, Adequacy of Supply Assessment & ICP Self POC Identification Process for EV Connections
- Choice 3 Flexible Connections, Energy Storage & Update on Transition Distributed Systems
 Operator
- Choice 4 New/Improved G81 Planning and Design Specifications & Update on the 'Equipment Approval Process'

Breakout Session Choice 1 ICP Distribution Safety Rules



Scottish and Southern Energy

Operational Safety Rules 2012

Based on Energy Networks Association Model Distribution Safety Rules 2010 Edition

Distributionsafetyrules@sse.com



Breakout Session Choice 1 ICP Authorisation Options

- Option 1 ICP authorisation of ICP Employees and Contractors
- Option 2 SSEN authorisation of ICP Employees/Contractors
- Option 3 Transfer of Control



Breakout Session Choice 2 Electrical Vehicle (EV) Charging Points

- EV Policy Environment
 - A look at the wider UK/Scottish Government EV Policy and SSEN's commitments to EV charging infrastructure.
- ENA Process for installing EV Charging Points to existing connections
 - A look at the current ENA process for retrofitting Low Carbon Technology.
- Case Study
 - We will work through an EV Charging Point application. Looking at what we require from you at application stage through to how we internally process your application for a POC.
- Feedback
 - Listening to your views.



Breakout Session Choice 3 Flexible Connections & Energy Storage Update

Flexible Connections

- What is SSEN doing?
- What are flexible connections and why are we doing them?
- Flexible connections examples
- Currently only Generation
- Application process

Energy Storage

- Our Work In Storage Connections
- Uses of energy Storage
- Sensitivity Analysis
- Conclusion
- Constant Approach
- Next Steps
- Energy Storage Projects



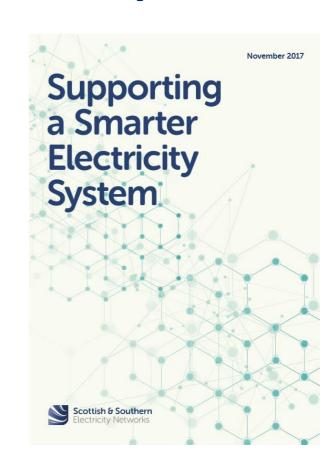


Breakout Session Choice 3

Update on Transition to Distributed System Operator

Transition from DNO to DSO

- Discuss transition towards Distribution System Operator (DSO)
- Support from Government and Regulators
- Key functions of a DSO
- Peer-to-peer flexibility markets
- SSEN's key drivers in transitioning to DSO
- Learning by doing innovation projects





Breakout Session Choice 4 New/improved G81 Planning and Design Specifications

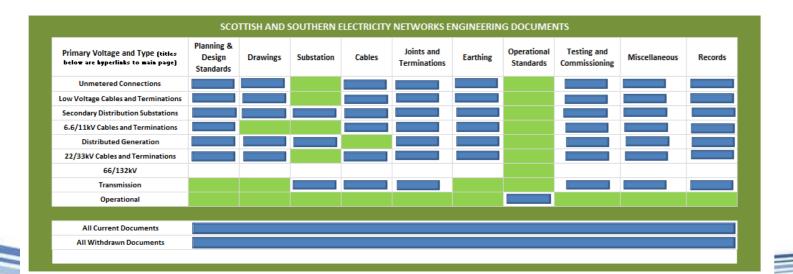
SSEN Internet Website 'G81' Document Release 5th February 2018

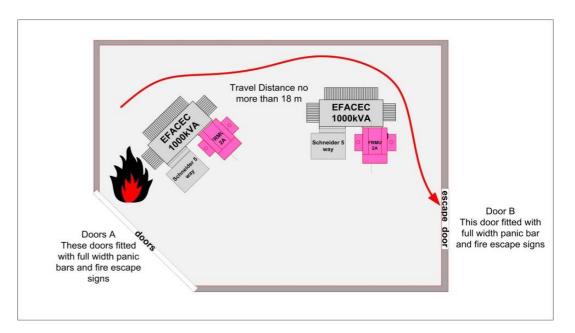




Breakout Session Choice 4 New/improved G81 Planning and Design Specifications

- New Format
- New Numbering
- New Documents
- New Requirements





TG-NET-ENG-004

SSEN Matrix of Documents used in Conjunction with New Connections



Time for the Breakout Sessions – Questions & Answers







Thank you

Please contact us at



connections.policy@sse.com for any Commercial Policy queries



icpfeedback@sse.com for any Engineering Policy queries



connectionsfeedback@sse.com for any Customer Engagement queries



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