

2022/23 Mid-year Charging Statement

60-day notice of change to Supplier of Last Resort
Transportation charges effective from 1st October 2022

**we are
the network**

Supplier of Last Resort: Mid-Year Price Change

This publication sets out the Supplier of Last Resort transportation charges which apply from 1 October 2022 for the use of the Northern Gas Networks Limited (NGN) Distribution Network, as required by Standard Special Condition A4 of the Gas Transporters Licence. This document does not override or vary any of the statutory, Licence or Uniform Network Code obligations. There is no change to any other unit rates as published in the final statement for 22/23 charging year.

For more information on the charges contained within this document, please contact the NGN Pricing Manager on 0113 397 5354 or 07947 853517.

1.1 Units

Supplier of Last Resort charges are billed in pence per peak day kilowatt hour per day.

1.2 Invoicing

Xoserve produce and issue the invoices that are derived from the transportation charges shown within this notice. To clarify the link between charging and invoicing, charge codes and invoice names are included in the tables. For more information on invoicing, please contact Xoserve directly at Css.Billing@xoserve.com.

1.3 Summary of charges

The amount of income in relation to Supplier of Last Resort charges for 22/23 has not changed at £96m. A price changes is needed because IGT meter points are now collecting SOLR income in addition to domestic directly connected sites. This was not known at the time of setting unit rates in January 2022.

The additional income from IGT sites is c. £10.3m in the NGN network. We are therefore reducing the unit rate for domestic directly connected sites so that both income streams added together collect the required £96m during 22/23. The new rate is **0.0716** which is a reduction of **-20.4%**.

Ofgem, GDN's and IGT's have worked together to achieve this direction and reduction in unit rates to ensure over collection of income is kept to a minimum.

1.4 Supplier of Last Resort charge

The Supplier of Last Resort charge is based on system capacity. From 1st October 2022 the new charge is as follows for directly connected domestic sites:

Charge type	Supplier of last resort
Charge code	TBC – Still to be created in Xoserve systems
Unit rate	Pence per peak day kWh
Domestic sites	0.0716