

SCHEDULE 10

Charging Statement (REC v2.0)

RETAIL ENERGY CODE SCHEDULE OF CHARGES FOR THE PERIOD 01 SEPTEMBER 2021 – 31 MARCH 2022

1. REC Charging Principles: Overview

- 1.1. Clause 9 of the REC describes RECCo's obligations for establishing and agreeing an annual budget and the process for recovery of costs properly incurred pursuant to the REC and the agreed budget.
- 1.2. Clause 10 of the REC sets out the obligation on the RECCo Board to develop a Charging Methodology and this is published as REC Schedule 10 Charging Methodology Schedule.
- 1.3. Clause 10 of the REC also requires the RECCo Board to develop and publish a Charging Statement which complies with the REC Charging Methodology.
- 1.4. Any Performance Charges which are developed by the Performance Assurance Board are not designed to recover the cost of RECCo undertaking its normal business

2. REC Clause 9 Charging Principles

- 2.1. Clause 9 requires the RECCo Board to develop an annual budget on a bottom-up basis. The Board is required to consult with REC Parties and Parties can appeal one or more budget cost items to the Authority (Ofgem). Once approved, RECCo can recover all costs incurred pursuant to the REC and the approved budget.
- 2.2. Clause 9.14 sets out the formula for recovery of approved budget costs from Energy Suppliers and Electricity Distribution Networks businesses. With the exception of 1/3rd of Electricity Enquiry Services (EES) (formerly Electricity Central Online Enquiry Service "ECOES") costs and any costs recovered through Charges Dependant on Usage, all other costs are recoverable from Energy Suppliers in proportion to their market share, as calculated by the average number of Registrable Measurement Points (RMPs) for which the Energy Supplier was the Registered Supplier on the 15th day of each month of the Financial Year as a proportion of the average number of RMPs across all Registered Suppliers that existed on the 15th day of the month.

3. Schedule 10 Charging Methodology Schedule

- 3.1. The Charging Methodology sets out the basis on which RECCo will seek to charge for activities which it reasonably considers a cost-reflective charge can be determined and/or the charge to the relevant REC Service Users would better facilitate the objectives set out in REC Clause 10.3. Any costs incurred, if not recovered through the charges below will be fully recoverable from Suppliers in accordance with Section 9.
- 3.2. The Charging Methodology applies to the following REC Services:
 - Electricity Enquiry Service;
 - Gas Enquiry Service;

- Metering Accreditation and Audit;
- Secure Data Exchange Service; and
- Energy Theft Tip-Off Service.

4. REC Section 9 Charges

4.1.

	Charge	Notes
Energy Suppliers	£0.0965 per RMP per quarter	Costs are recovered quarterly in advance. Annual RMP charge is allocated evenly across each quarter
Electricity Distribution Businesses: who have less than 750,000 Metering Points registered on their MPAS Registration System	£0.041 per RMP per 3-month quarter	Each DNO shall be obliged to pay towards the costs incurred by RECCo for the provision of the EES in accordance with the most recent approved RECCo budget. DNOs are responsible for funding 1/3 rd of the EES costs from 01 September 2021. Charges are calculated in accordance with the formulae as set out in REC Schedule 10 Charging Methodology, Section 3.2
Electricity Distribution Businesses: who have more than 750,000 Metering Points registered on their MPAS Registration System	£9,030.00 per Distribution Business per 3-month quarter	Each DNO shall be obliged to pay towards the costs incurred by RECCo for the provision of the EES in accordance with the most recent approved RECCo budget. DNOs are responsible for funding 1/3 rd of the EES costs from 01 September 2021. Charges are calculated in accordance with the formulae as set out in REC Schedule 10 Charging Methodology, Section 3.3

5. REC Schedule of Charges Dependant on Usage

- 5.1. All invoices issued in arrears shall be due for payment by the Customer thirty (30) calendar days after the date of the invoice (“Due Date”) unless otherwise agreed in writing with the Company.
- 5.2. All invoices issued in advance shall be payable before the relevant aspect of the service shall be provided by the Company.
- 5.3. Quarterly advance issued invoices will be produced in January, April, July, and October of each year.
- 5.4. The Charges set out in this Schedule are exclusive of VAT. The Customer shall pay VAT at the prevailing rate on all Charges.

6. EES API access

- 6.1. The following charges apply to Third Party Intermediaries, Third Party Intermediary Service Providers, Alt HAN Company, and the Microgeneration Certification Scheme Service Company. Service charges 5 and 6 apply to all EES API Users.
- 6.2. A schedule of charges shall be provided to and agreed by the applicant prior to their application being progressed.
- 6.3. The initial invoice raised will include any charges due from Agreement commencement date to the end of the current charging period.
- 6.4. RECCo reserves the right to vary the EES Service Charge. Where amendments are proposed, RECCo shall provide the EES User with a minimum of twenty (20) Working Days' notice.
- 6.5. Where the EES User does not agree to the proposed variation in the EES Service Charge, the EES User may terminate the Agreement in accordance with their Access Agreement Clause 10 – TERMINATION.
- 6.6. Costs associated with granting access to EES, provision of data, and auditing its usage by the applicant, in the event that they become an EES Authorised User, shall be met by that applicant as described below.

6.7.

Service	Charges	Payable
1. Audit of application for Access via the API and provision of User Credentials to allow initial access	£3,000	One off charge, payable in advance, on application for audit
2. Application, Contract Signature and API billing set-up	£1,188	One off charge, payable in advance, when application is accepted
3. First line helpdesk support, finance, and account management	£1,912	Annual charge, quarterly in advance
4. Audit or security investigation costs where non- conformance identified	Reimbursement of reasonable audit costs incurred by RECCo	Invoiced, on completion
5. Cost of corrective actions undertaken by RECCo	Reimbursement of any reasonable costs incurred by RECCo, for each event that leads to the need for such corrective actions to be undertaken unless otherwise specified in individual Access Agreement	Invoiced, on completion

7. The EES Data Charges for API usage

- 7.1. The following charges apply to Third Party Intermediaries, Third Party Intermediary Service Providers, Alt HAN Company, and the Microgeneration Certification Scheme Service Company.
- 7.2. The EES User shall pay the following charges dependent on the plan which they sign up for as set out in the table below:

Plan	Annual Price, payable by four (4) equal instalments in advance	Monthly Searches	Excess Charge per Search, payable monthly in arrears	Admin fee for Excess Charge Invoicing (due each month where Excess Charge is applied), payable monthly in arrears
XS	£109	5,000	£0.0091	£50
S	£999	50,000	£0.0083	£50
M	£5,449	300,000	£0.0076	£50
L	£10,354	600,000	£0.0072	£50
XL	£16,348	1,000,000	£0.0068	£50
XXL	£23,160	1,500,000	£0.0064	£50

- 7.3. The EES User shall pay an Excess Charge per search, payable monthly in arrears at the price set out in the table in Clause 7.1 above where in any calendar month they have exceeded the volume of searches set out in the chosen plan they signed up for.
- 7.4. The EES User shall pay an admin fee of Fifty Pounds Sterling (£50) payable monthly in arrears for each month they pay an Excess Charge per Search (see clause xxx above).

8. EES online portal

- 8.1. Service 6 and Service 7 charges apply to Third Party Intermediaries, Third Party Intermediary Service Providers, Alt HAN Company, and the Microgeneration Certification Scheme Service Company.
- 8.2. Service 8 and Service 9 charges apply to all EES portal users.
- 8.3. All applicants must agree to pay to use the on-line portal as part of the terms of their EES Access Agreement.
- 8.4. RECCo reserves the right to vary the EES Service Charge. Where amendments are proposed, RECCo shall provide the EES User with a minimum of twenty (20) Working Days' notice.
- 8.5. Where the EES User does not agree to the proposed variation in the EES Service Charge, the EES User may terminate the Agreement in accordance with their Access Agreement, Clause 13 - Termination.

8.6.

Service	Charges	Payable
6. Annual Service Charge	£3,000	Annually, in advance
7. Helpdesk Support, Finance activities and Account Management	£1,912	Annual charge, quarterly in advance
8. Audit fees	Reimbursement of any reasonable costs incurred by RECCo	Where a non - compliance is identified
9. Corrective actions undertaken by RECCo, to correct or mitigate the consequences of misuse, including but not limited to data corrective actions and system and software changes	Reimbursement of any reasonable costs incurred by RECCo	Where corrective actions are undertaken

9. EES Additional Services

9.1 Service 10 charges are applicable to all users of this Service

9.2.

Service	Charges	Payable
10. Bespoke Reporting	Costs quoted in advance, determined by individual client requirements	As per agreed terms

10. Gas Enquiry Service

- 10.1. The Gas Enquiry Service will take effect with RECV3.0 at a date to be directed by the Authority as the CSS Go-Live Date.

11. Metering Audit Fees

11.1.

Service	Charge	Payable
Initial Assessment of all new Meter Installer Applicants	£3,310	Meter Installer applicants at the start of the application process
Meter Installer Audits – All Meter Installers must be audited within 1 year of registration and every 3 years thereafter	£3,827	Registered Meter Installers, in advance, in month 1 of the quarter the audit is scheduled
Initial Assessment of all new Gas MEM Applicants	£3,655	MAM applicants at the start of the application process
Gas MEM Annual Surveillance Audit Visit	£3,310	Registered MAMs, in advance, in month 1 of the quarter the audit is scheduled
Gas MEM Reassessments in the 3 rd year after registration	£4,172	Registered MAMs, in advance, in month 1 of the quarter the reassessment is scheduled
Gas MEM Investigations - Responding Party found to be non-compliant	Reflective of all costs incurred by RECCo from Metering Scheme Auditors and Code Manager	Responding Party, in each month in which RECCo incurs any costs
Gas MEM Investigations – Responding Party found to be compliant	Reflective of all costs incurred by RECCo from Metering Scheme Auditors and Code Manager	Reporting Party, in each month in which RECCo incurs any costs
Initial Audit Assessment of all new Electricity MEM Applicants	TBC	Meter Operator applicants at the start of the application process
Checking for compliance with remedial plans	Charge reflective of all costs incurred by RECCo from Metering Scheme Auditors and Code Secretariat	Applicable Meter Agent in each month RECCo incurs any cost
SMART Metering Installation Independent Audit of Compliance	£5,750 Additional charges apply for any necessary corrective actions	Charges are levied direct to Supplier by the Smart Meter Installation Auditor
ASPCoP New Certification Audit	£1,400	ASP direct to Metering Scheme Auditor when audit/re-audit is required
ASPCoP Recertification Audit	£1,000	ASP direct to Metering Scheme Auditor when audit/re-audit is required
ASPCoP Additional Field Audit (if required)	£640 per day plus mileage charged at £0.45 per mile	ASP direct to Metering Scheme Auditor when audit/re-audit is required

12. Metering Equipment Manager Auditor

12.1. MOCOP charges applicable from 01 April 2022 will be published by RECCo in Q1 2022.

13. Secure Data Exchange Service

- 13.1. The costs of operating and maintaining the Secure Data Exchange Portal shall be recovered from Suppliers in accordance with Clause 9. However, RECCo reserves the right to charge a user the reasonable costs associated with any investigation or audit that may be undertaken to investigate any potential misuse

14. Energy Theft Tip Off Service (ETTOS) - Secure Email Portal

- 14.1. Suppliers, Gas Transporters and DNOs can request additional licences for access to the secure email portal to receive theft tip-offs from Crimestoppers as detailed in REC Schedule 7 – ANNEX 1. Paragraph 9 - in addition to their standard entitlement in accordance with the allocation rules set out in Paragraph 99 of the ETTOS Contract.

14.2.

Service	Charge	Payable
Annual charge	£42.00 per licence	Annually, in advance

15. Late Payment Interest

- 15.1. RECCo shall, without prejudice to any other right or remedy, charge (and the relevant Energy Supplier or Service Participant shall pay) interest on any payment not duly made in accordance with this Clause 10, calculated from day to day at an annual rate equal to the Default Interest Rate from the day after the date on which payment was due up to and including the date of payment, together with an administration charge as notified by RECCo to the Parties from time to time.