## **Class read liabilities**

TPD M

## 5.6 Cyclic Reading: Class 1 Supply Meters 5.6.1 For each Class 1 Supply Meter:

(a) a Valid Daily Meter Reading shall be obtained every Day (D);

(b) the Daily Meter Reading shall be obtained by the Transporter and provided by the Transporter to the CDSP in time to be provided by the CDSP to the Registered User by 11.00 hours on Day D+1 in accordance with paragraph 6.

7.2.2 Subject to paragraph 7.2.3, if in respect of any Day following the Day to which the relevant Meter Reading relates the Transporter does not provide to the CDSP a Valid Meter Reading by 14:00 hours on the Day following each such Day (**"the liability cut-off time"**) the Transporter shall pay to the User the sum of £3.

## Liability is £3 for first 4 days if read not delivered to CDSP by 14:00

7.2.3 In respect of each Performance Relevant Supply Meter, if for each of 4 consecutive Days the Transporter does not provide to the CDSP a Valid Meter Reading by the liability cut-off time then this shall be known as a **"Period of Outage"** and for each further Day (after the 4th) in respect of which a Period of Outage occurs the Transporter will pay to the User (subject to paragraph 7.2.4) the appropriate liability payment as referred to in paragraph 7.2.7 below until such time as the Transporter provides to the CDSP a Valid Meter Reading by the liability cut-off time.

7.2.4 In the case of a Shared Supply Meter Point the amount payable to a User pursuant to paragraph 7.2.3 will be the amount specified under that paragraph divided by the number of Sharing Registered Users.

7.2.5 For the purposes of Section V10, the rules in paragraphs 7.2.2 and 7.2.3 are Compensation Rules within Compensation Group A; and in relation thereto the 'payment month' is the second month following:

- (a) for the purposes of paragraph 7.2.2, the relevant month;
- (b) for the purposes of paragraph 7.2.3, that in which the relevant Day fell.

7.2.6 A **"Period of Outage Failure Rate"** (**"POFR"**) shall be calculated in respect of the number of Periods of Outage experienced by a Transporter during any month, as follows:

7.2.7 There shall be four levels of liability relevant to the Transporter in respect of Periods of Outage as follows:

(a) £75 per Day, being a level 4 liability payment which shall be the maximum amount payable by a Transporter in respect of a Period of Outage unless and until a level 3 liability payment as referred to at paragraph 7.2.7(b) below is triggered;

(b) £50 per Day, being a level 3 liability payment which, once triggered, shall be the maximum amount payable by a Transporter in respect of a Period of Outage;

(c) £30 per Day, being a level 2 liability payment;

(d)  $\pm 10$  per Day, being a level 1 liability payment which shall be the minimum amount payable by a Transporter in respect of a Period of Outage.

7.2.8 In the event that the POFR is calculated at 2.5 or less for a period of three consecutive months, the Transporter's liability payment shall be reduced by a level in accordance with the levels referred to in paragraph 7.2.7.

POFR = (X/Y)\*100

where:

X = the number of Performance Relevant Supply Meters in respect of which one or more Periods of Outage have occurred during that month; and

Y = the number of Performance Relevant Supply Meters which are installed on the last day of a month and which have successfully submitted at least one Valid Meter Reading to the User during that month.

After first 4 days liability ranges from £75 per read down to £10 per read depending on previous performance

For WWU which has 47 Class 1 meters in at 31 day month the maximum liability payable would be a 31 day outage for all the Class 1 Supply Meter Points with a Level 4 liability payment for 27 days.

The total would be:

For the first 4 days	47*£3*4	= £564
For following 27 days	47*£75*27	= £95,175
Total		£95,739

The actual liabilities paid (see figures from last month) are far below the potential due to the robust processes in place at the DMSPs.