THEFT TARGET METHODOLOGY CONSULTATION

CONSULTATION ON CHANGES TO THE THEFT TARGET METHODOLOGY

DATE ISSUED	15 January 2024
RESPONSE DEADLINE	05 February 2024

1 LINKS

- Current version of the Theft Target Methodology
- Proposed version of the Theft Target Methodology (attached within this consultation)
- Consultation Register

2 BACKGROUND

In line with the Theft Detection Incentive Scheme, the Code Manager has reviewed the Theft Target Methodology, and made the following changes:

- The incentive pots have been split further by Meter Type:
    - The Domestic customer segment pot has been split by Smart and Non-Smart Meter Type.
- The Theft Detection Value has been adjusted in v2.1 using October 2023 Consumer Price Index (CPI) figure plus a 20% escalator mechanism increase for illustrative purposes. For the final version post-consultation, this will be updated using the December 2023 CPI. The Theft Targets have been split further by Meter Type:
    - The Domestic customer segment target has been split by Smart and Non-Smart meter type. A weighting has been applied to the Domestic targets to focus target on Non-Smart metering.
- The Attribution Methodology has been amended to include additional steps to obtain data from EES and GES for the purpose of assigning targets for Smart/Non-Smart splits.

The attached covering letter from the Retail Energy Code Company provides the wider context and supporting background for the changes.

This document provides an overview of the updates and also sets out the questions being asked as part of this Request for Information (RFI). The response to this RFI should be completed through the Consultation Register on the REC Portal here.

All responses will be treated as non-confidential unless indicated otherwise. Responses marked as confidential will be shared with RECCo, the Code Manager, PAB and the Authority (where relevant) but will not be published to REC Parties, Service Providers or wider stakeholders.

Anonymous responses will omit the detail of the submitting organisation, but the content of the response will be published on the REC Portal and provided to the PAB as part of the derogation report.

3 QUESTIONS ON THIS CONSULTATION

If you have any questions on this consultation, please contact the Code Manager at: performanceassurance@recmanager.co.uk.

4 CONSULTATION QUESTIONS

Respondents are asked to complete the following questions through the Consultation Register on the REC Portal. The questions have been included below for visibility.

RESPONDENT DETAILS

Name:	
Organisation:	
Organisation type:	
Email address:	
Confidentiality:	

QUESTIONS

1. Do you support the principle of an escalator to discover an effective TDV?

2. Do you support the proposal to escalate the TDV by 20% on 1 April 2024?

3. As referred to in the RECCo covering letter in relation to possible changes to Schedule 7, do you support changing the TDIS reporting period being changed from being annual to quarterly?

4. Do you have any other comments on the proposed changes to the Theft Target Methodology?

5. Do you have any other comments on the wider strategy set out in the RECCo covering letter?