

Changes to non-commodity charges

Renewables
Obligation (RO)



Business
Solutions



Renewables Obligation (RO)

One of the main support mechanisms for large-scale renewable electricity projects in the UK

How is it charged?

- ▶ For both Half-Hourly (HH) and Non-Half Hourly (NHH) the cost will either be fully passed through or fixed into the energy charges
- ▶ The RO price will be calculated against the Energy at Meter (E@M) consumption for each individual Meter Point Administration Number (MPAN)
- ▶ RO is not usually reconciled. However, should mutualisation occur in the market, a reconciliation will take place

How will it appear on my invoice?

- ▶ Your pass-through charges will appear on your invoice in the 'Government and regulatory levies' section under a heading of 'Renewables Obligation (RO)'
- ▶ The cost will be calculated and charged for each invoice period

What are the key differences?

- ▶ Charges will be calculated, applied and displayed at MPAN level, not account level
- ▶ If you are eligible for any Energy Intensive Industry (EII) exemptions, these will be applied to the meter volume, as opposed to a separate credit line on your invoice

Did you know?

Non-commodity costs are the name given to the collection of charges that are applied to all accounts, from government policies, to supporting the network and transmission costs.