

TYPE & NUMBER EMR Circular 78

Date 23 March 2016

To EMR Circular List

From EMR Settlement Limited

Purpose For information

LCCC has determined the Interim Levy Rate and Total Reserve Amount for 1 July 2016 to 30 September 2016

Low Carbon Contracts Company (LCCC) has determined the Interim Levy Rate and Total Reserve Amount for the Quarterly Obligation Period from **1 July 2016 to 30 September 2016** as follows:

Total Reserve Amount
£135,457.37

Interim Levy Rate
£0.005/MWh

On behalf of LCCC, we have issued a notice to all **Suppliers** detailing the Total Reserve Amount, their Reserve Payment and the Interim Levy Rate.

Who does this impact?

This impacts **Suppliers**.

How does this affect my payments and Credit Cover requirement?

As the Interim Levy Rate and Total Reserve Amount have been set to a non-zero value, **Suppliers** must make an **Interim Rate Payment** and provide **Credit Cover** for each day they supply electricity within the July to September quarterly obligation period. Suppliers will also be required to make a **Reserve Payment** which is apportioned in line with their market share of electricity supplied during the reference period of 24 January to 23 February 2016.

Below are the key dates linked to these payments:

Activity	Date
Supplier’s Reserve Payment, Total Reserve Amount and Interim Levy Rate Notice issued	23 March 2016
Quarterly reconciliation invoice and backing data issued for previous Quarterly Obligation Periods	11 April 2016
Suppliers need to lodge valid Credit Cover prior to the first working day of the Quarterly Obligation Period.	30 June 2016
New Interim Levy Rate Applies from first working day of the Quarterly Obligation Period.	1 July 2016

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First Interim Rate payment invoiced (with new Interim Levy Rate)	12 July 2016
Supplier's Reserve Payment and reconciliation amount due	10 July 2016

Please note, the Reserve Payment due date (10 July 2016) falls on a non-working day. Suppliers should ensure that the Reserve Payment is received by the last working day prior to this date.

For more information about Reserve Payments and how they are calculated, please see guidance document 3 (G3 -[CFD Reserve Payment](#)). Please see guidance document 5 (G5 -[Supplier CFD Credit Cover](#)) and working practice 42 (WP42 - [Supplier CFD Credit Cover](#)) for information on credit cover requirements and how to lodge Credit Cover.

Upcoming Changes to Notice of Total Reserve Amount, Supplier Reserve Payment and the Interim Levy Rate

All Suppliers are issued with a notice containing the above information. The [Electricity Supplier Payments \(Amendment\) Regulations 2016](#) will shortly come into force. Notices issued from the date these regulations are enacted will include the Interim Levy Rate and Total Reserve Amount but will no longer include a Supplier's Reserve Payment. The Supplier Reserve Payment will continue to be included in the relevant quarterly reconciliation invoice. The notice will also now only be sent to Suppliers with BM Units registered the day before the notice is issued.

Who do I contact if I have a query?

Below are the most appropriate contact details depending on what your query relates to:

Contact	Query Topic	Telephone	Email
LCCC	Total Reserve Amount Interim Levy Rate	020 7211 8881	forecasting@lowcarboncontracts.uk
EMRS	Reserve Payment, Total Reserve Amount & Interim Levy Rate Notice CFD Reserve Payment Guidance and Credit Cover	020 7380 4333	contact@emrsettlement.co.uk

If you have any questions about this circular, please email contact@emrsettlement.co.uk. Find out more about our role in EMR on our [website](#).