

CIRCULAR

TYPE & NUMBER EMR Circular 134

Date 28 September 2017

Purpose For information

LCCC has determined the Interim Levy Rate and Total Reserve Amount for 1 January 2018 to 31 March 2018

On behalf of [Low Carbon Contracts Company](#) (LCCC), we have issued a notice to **Suppliers** to inform them that the Total Reserve Amount (TRA) and the Interim Levy Rate (ILR) for Quarterly Obligation Period **1 January 2018 to 31 March 2018** are as follows:

Total Reserve Amount
£37,917,807.57
Interim Levy Rate
£3.149/MWh

Who does this impact?

This impacts **Suppliers**.

Why the ILR higher is compared to previous Quarterly Obligation Periods?

The ILR increase reflects the full impact of CFD generation for the quarter and the subsequent payments to CFD Generators.

How can I find out more about how the TRA and ILR were determined?

Further details can be found by reviewing the [Transparency Tool](#) which illustrates the calculations performed to set the ILR and the TRA.

On **16 October**, at **10:30-11:00am**, LCCC Forecasting team will be hosting a webinar on the Supplier Obligation Levy Rate and Total Reserve Amount determined for the Quarterly Obligation Period **1 January 2018 to 31 March 2018**. This will include the background and assumptions applied and provide a 15 month forecast. To register for this webinar, please email info@lowcarboncontracts.uk.

How does this affect my payments and Credit Cover requirements?

Suppliers must make **Interim Rate payments** and provide **Credit Cover** if they supply electricity within the **1 January 2018 to 31 March 2018** Quarterly Obligation Period.

G5-Supplier CFD Credit Cover and **WP42-Supplier CFD Credit Cover** explain the Supplier CFD Credit Cover requirements and the process for lodging it. These documents are located on the [Guidance](#) and [Working Practice](#) webpages on the EMRS website.

Where can I locate information on how my Reserve Payment is calculated?

G3 - CFD Reserve Payment provides information on how the Reserve Payments are calculated and this document is located on the [Guidance](#) webpage on the EMRS website.

CIRCULAR

What are the key dates I need to be aware of?

The table below shows the key dates for the **1 January 2018 to 31 March 2018** Quarterly Obligation Period:

Date	Activity
11 October 2017	Suppliers Reserve Payment Notice issued
29 December 2017	Suppliers to ensure their Credit Cover lodged is sufficient for ILR of £3.149/MWh from the 1 January 2018 to 31 March 2018
1 January 2018	ILR of £3.149/MWh applies for 1 January 2018 to 31 March 2018
10 January 2018	Suppliers to be invoiced for the first Interim Rate payment based on £3.149/MWh rate applies for 1 January 2018 to 31 March 2018

EMRS Settlement Calendar will provide the dates for when invoices will be generated and when payments are due. **Key Payment Figures** will provide details of the ILR's and the TRA's for the Quarterly Obligation Periods. Both of these documents are available on the [Settlement Data](#) webpage on the EMRS website.

[EMRC126](#) informed Suppliers of the key dates and activities for the **1 October 2017 to 31 December 2017** Quarterly Obligation Period.

Who do I contact if I have a query?

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, Quarterly Supplier Reconciliation Invoice, and Credit Cover	020 7380 4333	contact@emrsettlement.co.uk