

CIRCULAR

TYPE & NUMBER EMR Circular 143

Date 15 November 2017

Purpose For information

Adjusted Interim Levy Rate Notice issued to Suppliers

[Low Carbon Contracts Company](#) (LCCC) has adjusted the Interim Levy Rate to **£1.567/MWh** from **£2.517/MWh**. This is effective from **15 November 2017** until **31 December 2017** the end of the current quarterly obligation period. On behalf of LCCC, we've issued an Adjusted Interim Levy Rate Notice to **Suppliers**.

This circular gives information on why the rate has been reduced, how this affects Interim Rate payments and Credit Cover requirements.

Who does this impact?

This impacts all **Suppliers**.

Why has the Interim Levy Rate been adjusted?

In arriving at its decision to adjust the Interim Levy Rate, LCCC has considered the expectation of lower costs and higher eligible demand for the current quarterly obligation period, based on actuals to date and projections of the costs over the remaining period.

The [Transparency Tool](#) has been updated to reflect this adjustment.

How does this affect my Interim Rate payments?

The first invoice using the reduced adjusted Interim Levy Rate will be sent out on **24 November 2017**. Previous settlement days will continue to be reconciled at the original Interim Levy Rate and through the Quarterly Reconciliations.

How does this affect my Credit Cover requirement?

From **15 November 2017** Suppliers will be required to maintain Credit Cover using the adjusted Interim Levy Rate of **£1.567/MWh**. Suppliers will be able to request any excess lodged cash Credit Cover or Letter of Credit to be returned. Further information on the process for returning Credit Cover is available in [WP42 – Supplier CFD Credit Cover](#).

Who do I contact if I have a query?

Contact	Query Topic	Telephone	Email
LCCC	Adjusted Interim Levy Rate	020 7211 8881	forecasting@lowcarboncontracts.uk
EMRS	Adjusted Interim Levy Rate Notice and Credit Cover	020 7380 4333	contact@emrsettlement.co.uk