

CIRCULAR

TYPE & NUMBER EMR Circular 197

Date 17 December 2019

Purpose For information

LCCC has determined the Total Reserve Amount and Interim Levy Rate from 1 April 2020 to 30 June 2020 (Q2)

EMRS, on behalf of [Low Carbon Contracts Company](#) (LCCC), has 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 April 2020 to 30 June 2020** are as follows:

- Total Reserve Amount is **£78,339,427.23**
- Interim Levy Rate is **£7.469/MWh**

This circular provides further information and informs Suppliers if they are required to take any action.

Who does this impact?

This impacts **Suppliers**.

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

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 April 2020 to 30 June 2020** at the earliest opportunity. This will include the background and assumptions applied and provide a 15 month forecast. To register your interest for this webinar, please email info@lowcarboncontracts.uk.

See the [Transparency Tool](#) microsite for details of the calculations performed to set the ILR and the TRA. Details of the calculation are now also available on the [LCCC CfD dashboards](#).

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

The table below shows the key dates for the **1 April 2020 to 30 June 2020** Quarterly Obligation Period:

Date	Activity
9 April 2020	Suppliers Reserve Payment Notice issued
31 March 2020	Suppliers to ensure their Credit Cover lodged is sufficient for ILR of £7.469/MWh from 1 April 2020 to 30 June 2020
1 April 2020	ILR of £7.469/MWh applies from 1 April 2020
10 April 2020	Suppliers to be invoiced for the first Interim Rate payment based on £7.469/MWh 1 April 2020 to 30 June 2020

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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 and the TRA for the Quarterly Obligation Periods. These are both available on the [Settlement Data](#) webpage on the EMRS website.

What are my requirements against Interim Rate payments and Credit Cover?

Suppliers must make **Interim Rate payments** and provide **Credit Cover** if they supply electricity within the Quarterly Obligation Period.

Suppliers are required to maintain their Credit Cover requirement using the ILR applicable for the Quarterly Obligation Period. If Suppliers need to lodge additional Credit Cover the process is detailed within [WP42 – Supplier CFD Credit Cover](#) and [G5-Supplier CFD Credit Cover](#) available 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.

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