



Department for
Business, Energy
& Industrial Strategy

SMART METER POLICY FRAMEWORK POST 2020 CONSULTATION

Annex 1: Proposed amendments to standard
conditions 33A and 39A



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Condition 39A: Qualifying Metering Systems – Post-2020 Roll-out and Installation: Proposed New Condition (Electricity Supply)

The Post-2020 Roll-out Duty

39A.1 The licensee must ensure that, in each of the four calendar years commencing on 1 January 2021 and ending on 31 December 2024, the number of Qualifying Metering Systems that are installed in Qualifying Relevant Premises is greater than or equal to the Energy Supplier Milestone number determined in accordance with paragraph 39A.4.

Qualifying Metering Systems

39A.2 For the purposes of this condition, a **Qualifying Metering System** means any of the following:

- (a) a Smart Metering System;
- (b) an Advanced Meter installed in the Designated Premises of a Non-MB Consumer in accordance with the requirements of paragraph 39.13(b) of standard condition 39 (Smart Metering System – Roll-out, Installation and Maintenance);
- (c) a Current Transformer Electricity Meter, installed in either Designated Premises or Domestic Premises, that is an Advanced Meter.

Qualifying Relevant Premises

39A.3 For the purposes of this condition, **Qualifying Relevant Premises** means premises in respect of which the licensee is the Relevant Electricity Supplier and at which there is installed neither:

- (a) a Smart Metering System; nor
- (b) an Advanced Meter installed in accordance with the requirements of standard condition 39 (Smart Metering System – Roll-out, Installation and Maintenance).

The Energy Supplier Milestone

39A.4 For the purposes of this condition, the Energy Supplier Milestone number referred to in paragraph 39A.1 shall be calculated in accordance with the following formula:

$$N_y = \left(\frac{1}{a_y} RSMS_y \right) - T_y$$

where:

N_y means the Energy Supplier Milestone number for each calendar year y ;

a_y means a number which is used to calculate a proportion, and shall be equal for each calendar year y to the number specified in the table at paragraph 39A.5;

$RSMS_y$ means, in relation to each calendar year y , the number of Qualifying Relevant Premises at which a Qualifying Metering System had not been installed by 31 December of the immediately preceding calendar year;

T_y means a number representing a tolerance level, which shall have the value that is determined in accordance with paragraph 39A.6;

y means a calendar year falling in the period of four calendar years commencing on 1 January 2021 and ending on 31 December 2024.

39A.5 For the purposes of paragraph 39A.4, in each calendar year y , the value of a_y shall be that which is set out in respect of that year in the table immediately below:

Calendar Year (y)	Value of a_y
2021	4
2022	3
2023	2
2024	1

39A.6 For the purposes of paragraph 39A.4, in each calendar year y , the value of T_y shall be:

- (a) that which is specified in, or calculated in accordance with a methodology specified in, [document reference]; or

- (b) any alternative value which may be specified in, or calculated in accordance with a methodology specified in, any document published by the Secretary of State that:
 - (i) specifies an alternative value, or methodology for calculating the value, of T_y that is to be used in replacement for that referred to in sub-paragraph (a);
 - (ii) has been issued following consultation by the Secretary of State with all holders of Gas Supply Licences and Electricity Supply Licences, and with all other interested parties.

39A.7 The provisions of paragraph 39A.6(b) may be relied upon by the Secretary of State on more than one occasion by means of any document which, from time to time, expressly replaces the previous value that is specified for, or previous methodology for calculating, T_y in accordance with that paragraph.

Definitions

39A.8 For the purposes of this condition:

Non-MB Consumer	has the meaning given to that expression in standard condition 39 (Smart Metering System – Roll-out, Installation and Maintenance).
Qualifying Metering System	has the meaning given to that expression in paragraph 39A.2
Qualifying Relevant Premises	has the meaning given to that expression in paragraph 39A.3

Condition 33A: Qualifying Metering Systems – Post 2020 Roll-out and Installation: Proposed New Condition (Gas Supply)

The Post-2020 Roll-out Duty

33A.1 The licensee must ensure that, in each of the four calendar years commencing on 1 January 2021 and ending on 31 December 2024, the number of Qualifying Metering Systems that are installed in Qualifying Relevant Premises is greater than or equal to the Energy Supplier Milestone number determined in accordance with paragraph 33A.4.

Qualifying Metering Systems

33A.2 For the purposes of this condition, a **Qualifying Metering System** means any of the following:

- (a) a Smart Metering System;
- (b) an Advanced Meter installed in the Designated Premises of a Non-MB Consumer in accordance with the requirements of paragraph 33.13(b) of standard condition 33 (Smart Metering System – Roll-out, Installation and Maintenance);
- (c) a Large Gas Meter, installed in either Designated Premises or Domestic Premises, that is an Advanced Meter.

Qualifying Relevant Premises

33A.3 For the purposes of this condition, **Qualifying Relevant Premises** means premises in respect of which the licensee is the Relevant Gas Supplier and at which there is installed neither:

- (a) a Smart Metering System; nor

- (b) an Advanced Meter installed in accordance with the requirements of standard condition 33 (Smart Metering System – Roll-out, Installation and Maintenance).

The Energy Supplier Milestone

33A.4 For the purposes of this condition, the Energy Supplier Milestone number referred to in paragraph 33A.1 shall be calculated in accordance with the following formula:

$$N_y = \left(\frac{1}{a_y} RSMS_y \right) - T_y$$

where:

N_y means the Energy Supplier Milestone number for each calendar year y ;

a_y means a number which is used to calculate a proportion, and shall be equal for each calendar year y to the number specified in the table at paragraph 33A.5;

$RSMS_y$ means, in relation to each calendar year y , the number of Qualifying Relevant Premises at which a Qualifying Metering System had not been installed by 31 December of the immediately preceding calendar year;

T_y means a number representing a tolerance level, which shall have the value that is determined in accordance with paragraph 33A.6;

y means a calendar year falling in the period of four calendar years commencing on 1 January 2021 and ending on 31 December 2024.

33A.5 For the purposes of paragraph 33A.4, in each calendar year y , the value of a_y shall be that which is set out in respect of that year in the table immediately below:

Calendar Year (y)	Value of a_y
2021	4
2022	3
2023	2
2024	1

33A.6 For the purposes of paragraph 33A.4, in each calendar year y , the value of T_y shall be:

- (a) that which is specified in, or calculated in accordance with a methodology specified in, [*document reference*]; or
- (b) any alternative value which may be specified in, or calculated in accordance with a methodology specified in, any document published by the Secretary of State that:
 - (i) specifies an alternative value, or methodology for calculating the value, of T_y that is to be used in replacement for that referred to in sub-paragraph (a);
 - (ii) has been issued following consultation by the Secretary of State with all holders of Gas Supply Licences and Electricity Supply Licences, and with all other interested parties.

33A.7 The provisions of paragraph 33A.6(b) may be relied upon by the Secretary of State on more than one occasion by means of any document which, from time to time, expressly replaces the previous value that is specified for, or previous methodology for calculating, T_y in accordance with that paragraph.

Definitions

33A.8 For the purposes of this condition:

Non-MB Consumer		has the meaning given to that expression in standard condition 33 (Smart Metering System – Roll-out, Installation and Maintenance).
Qualifying System	Metering	has the meaning given to that expression in paragraph 33A.2
Qualifying Premises	Relevant	has the meaning given to that expression in paragraph 33A.3

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