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$OFTORevInd_{t,f}$	=	the indexation rate applied to the revenue of Offshore Transmission Owner $f$ under the terms of its Transmission Licence in respect of charging year $t$ ; and
$RPI_t$	=	the indexation rate applied to the expansion constant in respect of charging year $t$ .

**Offshore substation local tariff**

14.15.83 All offshore chargeable generation is subject to an offshore substation tariff. The offshore substation tariff shall be the sum of transformer, switchgear and platform components.

14.15.84 Each tariff component, expressed in £/kW, shall be the ratio of the Offshore Transmission Owner revenue (£) and rating associated with the transformers, switchgear or platform (kW) at each offshore substation. The Offshore Transmission Owner revenue of each tariff component shall include that associated with asset spares. In the case of the platform component, the relevant rating shall be the lower of the transformer or switchgear ratings. As with the offshore circuit expansion factors, the Offshore Transmission Owner revenue associated with each tariff component shall be averaged over the remaining years of the NETSO price control.

14.15.85 Offshore Transmission Owner revenue associated with interest during construction and project development overheads will be attributed to the relevant asset category with which it is associated. If these or any other costs included in the Offshore Transmission Owner revenue are not readily attributable to a given asset category, they will be pro-rated across the various asset categories based on their relative cost.

14.15.86 For 2010/11 a discount of £0.345590/kW shall be provided to the offshore substation tariff to reflect the average cost of civil engineering for onshore substations. This will be inflated by RPI each year and reviewed every price control period.

14.15.87 Offshore substation tariffs shall be ~~inflated by RPI each year and reviewed every price control period.~~ reviewed at the start of every onshore price control period. For each subsequent year within the price control period, these shall be inflated in the same manner as the associated Offshore Transmission Owner Revenue.

14.15.88 The revenue from the offshore substation local tariff is calculated by:

$$SLTR = \sum_{\text{All offshore substation}} \left( SLT_k \times \sum_k Gen_k \right)$$

Where:

$SLT_k$	=	the offshore substation tariff for substation $k$
$Gen_k$	=	the generation connected to offshore substation $k$