

Message: DT1/12/0050240

From: [Hawthorne, Jill \[EX:/O=NIGOV/OU=EXCHANGE ADMINISTRATIVE GROUP \(FYDIBOHF23SPDLT\)/CN=RECIPIENTS/CN=1317725\]](#)

To: [Hepper, Fiona \[EX:/O=NIGOV/OU=EXCHANGE ADMINISTRATIVE GROUP \(FYDIBOHF23SPDLT\)/CN=RECIPIENTS/CN=1000124\]](#)

Cc: [McCutcheon, Joanne \[EX:/O=NIGOV/OU=EXCHANGE ADMINISTRATIVE GROUP \(FYDIBOHF23SPDLT\)/CN=RECIPIENTS/CN=1056899\]](#), [Hutchinson, Peter \[EX:/O=NIGOV/OU=EXCHANGE ADMINISTRATIVE GROUP \(FYDIBOHF23SPDLT\)/CN=RECIPIENTS/CN=1317998\]](#), [Stewart, Susan \[EX:/O=NIGOV/OU=EXCHANGE ADMINISTRATIVE GROUP \(FYDIBOHF23SPDLT\)/CN=RECIPIENTS/CN=1318272\]](#), [McAvera, Gerry \[EX:/O=NIGOV/OU=EXCHANGE ADMINISTRATIVE GROUP \(FYDIBOHF23SPDLT\)/CN=RECIPIENTS/CN=0987549\]](#)

Sent: 26/04/2012 at 14:33

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Subject: FW: Renewable Heat Incentive NI

Fiona,

DFP Supply is seeking clarification on two points, detailed below.

With regards to the second point, I am aware that the appointment of Ofgem has been endorsed by the AO, but formal Ministerial approval has not yet been secured.

Jill

Jill Hawthorne
Finance Accounts/Accountability/Invest NI Casework
Department of Enterprise, Trade & Investment
Netherleigh
Massey Avenue
Belfast, BT4 2JP
Tel: 028 9052 9616 (ext: 29616)
Textphone: 028 9052 9304
Web: www.detini.gov.uk

www.ni2012.com

Please consider the environment - do you really need to print this e-mail?

From: McAteer, Ronnie
Sent: 26 April 2012 14:17
To: Hawthorne, Jill
Cc: Stevenson, Stuart; Sands, Sylvia
Subject: Renewable Heat Incentive NI

Jill,
As discussed, grateful for confirmation/clarification on the following points.

RHI Tariffs

The proposed approach is largely consistent with the GB scheme. The method of calculating the tariff rates is the primary difference between the NI and GB schemes. Moreover, the economic analysis used to design support levels under the NI scheme is based upon a financial model developed by CEPA (section 7.44). Please confirm that DETI is satisfied that the assumptions underpinning this model are robust.

Delivery

It is proposed that Ofgem are given responsibility for the administration of the NI RHI via Direct Award Contract. This is based upon their experience in effectively and efficiently developing and administering other Government environmental schemes including the GB RHI and NIRO (section 13.6). Delivery by Ofgem appears to offer the most cost-effective delivery solution. Section 13.29 states, "Central Procurement Directorate have been kept informed throughout the process and are content with this course of action." Importantly, please provide clarification as to whether approval has been obtained from the DETI Accounting Officer and DETI Minister for the appointment of Ofgem via Direct Award Contract (section 13.30 of the appraisal refers).

Regards

Ronnie