

To: 'Hutchinson, Peter'[Peter.Hutchinson@detini.gov.uk]
Cc: Jonah Anthony[Jonah.Anthony@ofgem.gov.uk]
From: Matthew Harnack
Sent: 2011-08-08T12:59:30Z
Importance: Normal
Subject: RE: NI RHI - Feasibility Study
Received: 2011-08-08T12:59:30Z

Sure Peter,
Jonah should be able to send 5 or 6 lines through this afternoon. Also, a rough estimate of costs at this stage is £100k.
Regards,
Matthew

From: Hutchinson, Peter [mailto:Peter.Hutchinson@detini.gov.uk]
Sent: 08 August 2011 12:23
To: Matthew Harnack
Cc: Jonah Anthony
Subject: RE: NI RHI - Feasibility Study

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Also, if you are able to give a rough estimate of costs at this stage (80-120k?) that would also be useful.
Many thanks,
Peter

Peter Hutchinson

Sustainable Energy
Department of Enterprise, Trade & Investment
Netherleigh
Massey Avenue
Belfast, BT4 2JP
Tel: 028 9052 9532 (ext: 29532)
Textphone: 028 9052 9304
Web: www.detini.gov.uk

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From: Hutchinson, Peter
Sent: 05 August 2011 09:57
To: 'Matthew Harnack'
Cc: Jonah Anthony
Subject: RE: NI RHI - Feasibility Study

Thanks for this Matthew – yes can revisit the upfront cost issue as part of the study.
If you able to send me through the proposals next week that would be great, the earlier the better so we can engage with our Perm Sec and Minister.
Thanks again for your work on this.
Peter

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From: Matthew Harnack [mailto:Matthew.Harnack@ofgem.gov.uk]

Received from OfGEM on 22:05:2011
Annotated by RHI Inquiry

Sent: 04 August 2011 12:35
To: Hutchinson, Peter
Cc: Jonah Anthony
Subject: RE: NI RHI - Feasibility Study

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By the way, I've also had a very good discussion with our head lawyer and expect the legal costs for the feasibility study and initial review of draft regulations to come down significantly compared to the figure I indicated yesterday.

Jonah will work on updating our feasibility study proposal tomorrow so that we can discuss it with our MD on Monday/Tuesday next week, so I would hope (touch wood) to get a proposal to you around Wednesday/Thursday next week.

Regards,
Matthew

From: Hutchinson, Peter [mailto:Peter.Hutchinson@detini.gov.uk]

Sent: 04 August 2011 12:03
To: Matthew Harnack
Subject: NI RHI - Feasibility Study

Matthew,

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Hope you are content with what I have outlined above. If you require further clarification please give me call or email.

If you are content grateful if you could finalise your proposals for the feasibility study and send through.

Thanks for your help with this.

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To: Matthew Harnack[Matthew.Harnack@ofgem.gov.uk]
From: Jonah Anthony
Sent: 2011-08-08T13:02:35Z
Importance: Normal
Subject: RE: NI RHI - Feasibility Study
Received: 2011-08-08T13:02:35Z

Matthew,

I was thinking of sending him this from the proposal. Let me know if you are ok with it.

Jonah

A focused feasibility study will provide a detailed evaluation of preferred options to implement the NIRHI. In doing so we will achieve the following:

- A high level structure between E-Serve and DETI
- A process design for the policy and how it may work in practice
- Identified key workstreams and resources required
- Use a cost/benefit analysis to identify the most effective internal process options
- Risk analysis of risk associated with Ofgem E-Serve taking on this role in addition to operating GB RHI - and proposed mitigation
 - Detailed cost of the development and implementation phase
 - A full timetable of the scheme delivery

A focussed IT feasibility study will provide a full evaluation of the recommend option.

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From: Matthew Harnack
Sent: 2011-08-08T17:08:14Z
Importance: Normal
Subject: RE: NI RHI - Feasibility Study
Received: 2011-08-08T17:08:14Z

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Regards,

Matthew

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- A high level reporting and governance structure between E-Serve and DETI
- Use a cost/benefit analysis to identify the most effective internal options for developing and operating the scheme, focusing on those elements which are different from the GB RHI
- High level process maps showing how the processes will be carried out in practice
- Risk analysis of risks associated with Ofgem E-Serve taking on this role in addition to operating GB RHI - and proposed mitigation
- Identified key workstreams and deliverables for development, and resources (staff, IT, legal, technical support etc) required
- Evaluation of resources required for operations
- Detailed costs for the development and implementation phase
- A full timetable of the scheme delivery

In addition our legal advisors and development staff will also carry out one full review of the draft regulations, and will advise DETI on Ofgem's ability to implement the regulations as drafted, what changes may be needed to enable us to implement them in practice, and what changes we may be able to identify to streamline or improve their implementation.

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