

VARIATION TO CONTRACT FORM

CONTRACT TITLE: Warm Home Discount reconciliation services

FOR THE PROVISION OF: Warm Home Discount reconciliation services to the Department of Energy and Climate Change

CONTRACT REF: TRN 1018/05/2015

VARIATION No: 01

DATE: 27/08/2015

BETWEEN:

- (1) The Secretary of State for Energy and Climate Change (hereinafter called "the Authority"); and
- (2) ELEXON Limited, 4th floor, 350 Euston Road, London, NW1 3AW (hereinafter called "the Contractor")

1. The Warm Home Discount reconciliation services contract between the Authority and the Contractor (which is attached) ("the Contract") is varied as follows:

A. The Secretary of State for Energy and Climate Change and ELEXON Limited are party to an agreement for the provision of Warm Homes Discount reconciliation services to the Department for Energy and Climate Change dated 11 October 2011 (the Agreement).

B. The parties have agreed to extend the duration of the Agreement and the charges payable for that extended term. Consequently, the parties wish to amend the Agreement as set out in herein with effect from the date of this variation.

This contract variation extends the current contract between the Authority and the Contractor to undertake the reconciliation process. The extension to the contract is for 2 years and 2 months with a break clause in November 2016 when the final reconciliation in scheme year 5 (2015/16) will have been completed.

The parties agree as follows:

The Contract is extended for up to 2 years and 2 months from 1 October 2015 to 30 November 2017. In addition to, and without limiting, the Authority's right to terminate the Contract at any time during the extension period (as permitted by the Contract, including under condition 21 (cancellation) of the Standard Terms) the Authority may, in particular, exercise its right of cancellation after 1 year and 2 months so that the Contract ends on 30 November 2016 (with 28 days written notice) when the reconciliation service has been completed for scheme year 5 (2015/16) of the scheme.

The consideration payable for the extension of the Contract (assuming that the Contract continues for the full 2 year 2 month extension, but disregarding the ad hoc services below) is £53,017.00 (exclusive of Value Added Tax), so that the consideration payable under the Contract (as set out in clause 1 of the Contract) is increased by that amount. The increase in price breaks down as follows.

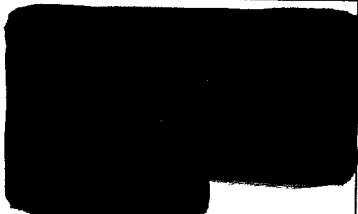
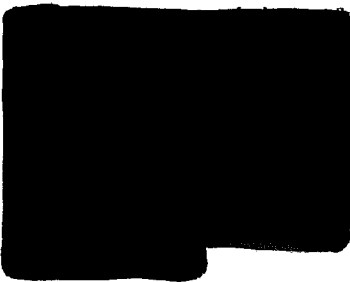
The payment (excluding VAT)

The following information has been redacted under the Freedom of Information Act 2000 (FOIA section 43 (commercial interests)).

Activity	Milestone and amount	Expected invoice month(s)
Update the reconciliation tool to accommodate up to 30 energy suppliers	[REDACTED]	August 2015
	[REDACTED]	October 2015
Operation	[REDACTED]	
	[REDACTED]	
	[REDACTED]	
	[REDACTED]	
	[REDACTED]	
	[REDACTED]	
	[REDACTED]	
	[REDACTED]	

The Authority has the right to obtain two ad-hoc services as set out below (exclusive of Value Added Tax) and the Authority will confirm in writing if it decides to obtain those services.

Ad-hoc (emergency reconciliation)	[REDACTED]	As and when required
Ad-hoc (dispute)	[REDACTED]	As and when required

	 	
<p>The above price for extension to the Contract includes the costs to update the reconciliation tool to accommodate up to 30 energy suppliers. The number of suppliers participating in the scheme has increased from 9 in scheme year 4 (2014/15) to 11 in scheme year 5 (2015/16). Extending the tool means that further suppliers can join the scheme in future years without additional cost.</p>		

2. Words and expressions in this variation shall have the meanings given to them in the Contract.
3. The Contract, including any previous variations, shall remain effective and unaltered except as amended by this variation,

SIGNED:

For: The Authority

By: GJ Baynham-Hughes

Full Name: GARETH BAYNHAM - HUGHES

Job Title: DEPUTY DIRECTOR, FUEL POVERTY

Date: 20/8/15

For: The Contractor

By: Mark Bygraves

Full Name: MARK BYGRAVES

Job Title: CHIEF EXECUTIVE OFFICER

Date: 27/08/15