

GDN Collaborative Vulnerability & Carbon Monoxide Allowance (VCMA)

Project Eligibility Assessment (PEA)

Fuel Bank Foundation – Fuel Crisis Support

Kerry Potter
Kerry.potter@sgn.co.uk

January 2022
Updated December 2023
Updated February 2026

Gas Network Vulnerability & Carbon Monoxide Allowance (VCMA) Governance Document - Project Eligibility Criteria

Section 1 - Eligibility criteria for company specific projects (other than condemned essential gas appliance repair and replacement)	
In order to qualify as a VCMA project, a project must:	
VCMA Eligibility Criteria	Criteria Satisfied (Yes/No)
a) Have a positive, or forecasted positive Social Return on Investment (SROI), including for the gas consumers funding the VCMA project;	Yes
b) Either: <ul style="list-style-type: none"> i. Provide support to consumers in vulnerable situations, and relate to energy safeguarding, or ii. Provide awareness on the dangers of CO, or iii. Reduce the risk of harm caused by CO; 	Yes
c) Have defined outcomes and the associated actions to achieve these;	
d) Go beyond activities that are funded through other price control mechanism(s) or required through licence obligations; and	Yes
e) Not be delivered through other external funding sources directly accessed by a GDN, including through other government (national, devolved or local) funding.	Yes
Section 2 - Eligibility criteria for company specific essential gas appliance servicing, repair and replacement projects	
In order to qualify as a VCMA project, unsafe pipework and essential gas appliance servicing, repair or replacement must meet the following criteria:	
a) A GDN has to isolate and condemn unsafe pipework or an essential gas appliance following a supply interruption or as part of its emergency service role;	NA
b) The household cannot afford to service, repair or replace the unsafe pipework or essential gas appliance; and;	NA
c) Sufficient funding is not available from other sources (including national, devolved or local government funding) to fund the unsafe pipework or essential gas appliance servicing, repair or replacement.	NA
Section 3 - Eligibility criteria for collaborative VCMA projects	
In order to qualify as a collaborative VCMA project, a project must:	
a) Meet the above company specific and boiler repair and replace (if applicable) project eligibility criteria;	NA
b) Have the potential to benefit consumers on the participating networks; and	Yes
c) Involve two, or more, gas distribution companies.	Yes

Gas Network Vulnerability and Carbon Monoxide Allowance (VCMA) Governance Document - Project Registration Table 2

Information Required	Description																									
Project Title	Fuel Bank Foundation – Fuel Crisis Support																									
Funding GDN(s)	The GDN(s) which register(s) the VCMA project Cadent, Northern Gas Networks (NGN), SGN and Wales and West Utilities (WWU)																									
New/Updated (indicate as appropriate)	Original January 2022 Updated December 2023 Updated February 2026																									
Role of GDN(s) *For Collaborative VCMA Projects only	The specific role(s) of GDN(s) participating in a collaborative VCMA Project SGN – project lead Cadent, Northern Gas Networks (NGN) and Wales and West Utilities (WWU) – project participants																									
Date of PEA Submission																										
VCMA Project Contact Name, email and Number	Kerry Potter – Group Social Impact and Vulnerability Manager Kerry.potter@sgn.co.uk																									
Total Cost (£k)	2022-24 = £500,000 (original project) 2024-26 = £1,000,000 Updated February 2026 2024-26 = £1,150,000																									
Total VCMA Funding Required (£k)	2022-24 = £500,000 (original project) 2024-26 extension = £1,000,000 as per table below <table border="1" data-bbox="424 1245 1449 1509"> <thead> <tr> <th>Year</th> <th>Cadent (49.8060%)</th> <th>NGN (11.5565%)</th> <th>SGN (27.0711%)</th> <th>WWU (11.5664%)</th> </tr> </thead> <tbody> <tr> <td>2024 (Jan-Dec)</td> <td>£221,359.97</td> <td>£51,362.41</td> <td>£120,315.80</td> <td>£51,406.26</td> </tr> <tr> <td>2025 (Jan-Dec)</td> <td>£221,359.97</td> <td>£51,362.41</td> <td>£120,315.80</td> <td>£51,406.26</td> </tr> <tr> <td>2026 (Jan-Mar)</td> <td>£55,339.99</td> <td>£12,840.61</td> <td>£30,078.95</td> <td>£12,851.57</td> </tr> <tr> <td>Totals</td> <td>£498,059.93</td> <td>£115,565.42</td> <td>£270,710.55</td> <td>£115,664.09</td> </tr> </tbody> </table> <p>Total financial commitment £1,500,000 over GD2. Updated February 2026 SGN South £150k Total SGN = £420,710.55 Total financial commitment £1,650,000 over GD2.</p>	Year	Cadent (49.8060%)	NGN (11.5565%)	SGN (27.0711%)	WWU (11.5664%)	2024 (Jan-Dec)	£221,359.97	£51,362.41	£120,315.80	£51,406.26	2025 (Jan-Dec)	£221,359.97	£51,362.41	£120,315.80	£51,406.26	2026 (Jan-Mar)	£55,339.99	£12,840.61	£30,078.95	£12,851.57	Totals	£498,059.93	£115,565.42	£270,710.55	£115,664.09
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Problem(s)	This should outline the problem(s) which is/are being addressed by the VCMA Project. January 2022 During 2021 it is estimated that three million English households are living in fuel poverty (Dept for Business, Energy and Business Strategy). Living in a cold home has significant and demonstrable direct and indirect health impacts. There is strong evidence that shows it is associated with poor health outcomes and an increased risk of morbidity and mortality for all age groups. (Public Health England) Heading into winter against a backdrop of Covid-19, many of our customers have increased levels of anxiety exacerbated by instability in the retail market and a steep																									

	<p>rise in utility costs. Our operational teams and our community partner organisations are seeing more customers worried about what is happening with their energy company and how they will afford to keep warm this winter. This is reflected in research by National Energy Action, the Fuel Bank Foundation, Citizens Advice and the Gas Safety Trust which shows the impact this is having on the wellbeing of customers who have limited access to helpful information or funds to maintain a safe and warm home.</p> <p>In the Fuel Bank Foundation's 2021 "Fuel Crisis Report" they reported that they were already seeing that like-for-like fuel voucher need had increased by approximately 23% since the outbreak of COVID-19. In some areas, however, there were spikes in demand of over 300%. The same report found that 96% of people helped had had to make the choice between topping up their prepayment meter and buying food. Of these, 60% have to make that choice daily or weekly, 91% had to ration their heating and hot water, and 76% had to do so every day or weekly.</p> <p>The current cost of living crisis, and the inevitable increase in fuel bills when the Price Cap is again increased on 1 April 2022, means that more and more people are struggling to afford to pay for their energy.</p> <p>There is also a direct correlation between fuel poverty and the increased risk of carbon monoxide poisoning. Lower income householders are often reliant on older boilers, older heaters, or even gas stoves or cookers to heat their homes. National Energy Action and Gas Safety Trust research found that 35% of low income and vulnerable households surveyed exceeded the 10ppm threshold for carbon monoxide levels. They found that people living in deprived areas are also less likely to own an audible CO alarm than homes in non-deprived areas, further increasing the risk of CO poisoning. Unwell people, older people, pregnant women, and young children have also been found to be particularly vulnerable to CO poisoning, spending more time at home and with an increased need to stay warm, resulting in them using the heating more regularly.</p> <p>As we enter into winter, the Fuel Bank Foundation have seen an unsupportable volume of organisations reach out for access to fuel vouchers limiting their capability to support those most in need.</p> <p>Updated December 2023</p> <p>As a direct impact of the energy crisis and increased cost of living, in the last 12 months Fuel Bank has seen an 85% increase in demand for help from people who haven't got the money to top up their prepayment gas and/or electricity meter and based upon insight the forecast is to see a further 26% increase in 2024.</p> <p>The most recent Fuel Bank Foundation research shows 97% of people supported said they had to choose between heating or eating. In the Fuel Crisis report 2023 "The Cold Dark Truth about Winter" Fuel Bank reported 75% of respondents rationed heating and hot water at least once a week. Not using or reducing the use of electrical appliances, skipping meals, buying less food, and having cold meals instead of hot were also commonplace. Of those surveyed, 43% of clients that had received help had a critical need for energy in their home, such as powering medical equipment.</p> <p>Updated February 2026</p> <p>Demand for pre-payment crisis vouchers in the Southeast of England has risen sharply this winter as families struggle to keep up with persistently high energy costs and the pressures of the wider cost-of-living crisis. Local advice agencies and community organisations report a growing number of households running out of credit entirely, with many seeking one-off emergency top-ups simply to maintain heat, light and hot water. National guidance confirms that people using pre-payment meters are among the most likely to need emergency fuel vouchers when they cannot afford to top up, reflecting the acute financial strain facing low-income families across the region.</p>
<p>Scope and Objectives</p>	<p>The scope and objectives of the VCMA Project should be clearly defined including the benefits which would directly impact customers on the participating GDNs' network(s), and where the benefits of the VCMA Projects lie.</p> <p>January 2022</p> <p>The partnership with the Fuel Bank Foundation will deliver direct financial support and practical help to maintain a safe and warm home to vulnerable households identified</p>

via a network of community support partners and where required by direct referral from the funding networks.

Through the partnership and directly provided by the Fuel Bank Foundation existing and new organisations requiring support for financially vulnerable households will have a pathway to access immediate or next day emergency fuel funds and the provision of additional support services to address long term debt and poverty. The provision of support will be tailored to meet household need with the overall ambition to provide immediate help but not a long-term dependency on aid to maintain a safe and warm home.

The partnership aims to;

- Provide emergency fuel vouchers to households in fuel crisis so they can access immediate financial support and where needed ongoing assistance to increase financial resilience and avoid dependency on emergency funds
- Broaden the network of organisations working to identify households in crisis based upon a growing need in the community in partnership with the regional gas network
- Introduce a referral pathway for gas networks to refer into the Fuel Bank Foundation where they identify a household in crisis
- Provide an audit on the allocation of funds allocated to ensure that household level usage is monitored to avoid creating a dependency on the scheme and to mitigate the fraudulent use of the scheme
- Introduce the provision of CO safety information and a pathway to access CO alarms where required
- Make a positive social impact as we work together to alleviate the pressures on community organisations and the NHS, reducing the need to use key care services

Updated December 2023

Scope of partnership remains unchanged.

New vouchers to be allocated based upon network funding.

Network	Cadent	NGN	SGN	WWU
Energy crisis vouchers	6,176	1,433	3,357	1,434

Updated February 2026

Additional customers supported in SGN network area, 1,500 with on average £75 emergency credit for winter fuel support.

Why the Project is Being Funded Through the VCMA

This should include an explanation of why the VCMA Project meets the VMCA eligibility criteria.

January 2022

This project operates across all the GDN networks and aligns to our GDN strategic mission to reflect and understand our changing customers' needs, and to respond with support to meet these needs together, as the UK's Gas Distribution Networks. This project meets the VCMA eligibility criteria as it will provide energy safeguarding for those most in need and increase awareness on the dangers of CO through a defined set of outcomes. The initiative will support customers to access the help they need to live in a safe and warm home ensuring that the funding achieves a positive Social Return on Investment.

Updated December 2023

This partnership service goes above and beyond our core responsibilities as a Gas Distribution Network and is eligible under the VCMA funding criteria as it will provide energy crisis support, access to energy efficiency and CO advice, empowering vulnerable households to use energy safely, efficiently, and affordably.

This partnership aligns to the shared GDNs commitment to deliver support services customers aligned to our shared four strategic pillars:

	<ol style="list-style-type: none"> 1. Services Beyond the Meter 2. Supporting Priority Customer Groups 3. Fuel Poverty & Energy Affordability 4. Carbon Monoxide Awareness <p>This project aligns to strategic pillar 3.</p>
<p>Evidence of Stakeholder/Customer Support</p>	<p>This should provide information of the customer engagement that has taken place in the development of VCMA Projects where appropriate. If there is no evidence of stakeholder engagement or customer support, this should justify why it was not appropriate to engage with stakeholders and customers.</p> <p>January 2022</p> <p>SGN Customer Engagement Group and Vulnerable Steering Group Engagement</p> <p>During the shaping of the SGN business plan we committed to, over the 5-year price control, to support over 250,000 vulnerable customers to use gas safely, affordably and efficiently. To ensure that we adapt to market conditions we continue to engage our SGN Vulnerable Steering Group, they help us shape our vulnerability and CO strategies and our priorities for GD2 based on current need. Our expert stakeholders representing a range of vulnerable customer segments guided us to work with existing organisations that already support those in crisis and where we are able to broaden the reach or increase the capacity of those established charities that support people most in need. It is with guidance and support from our dedicated Vulnerable Steering Group that SGN prioritise support for those most likely to need help from their utility company due to low incomes, in extreme financial vulnerability and fuel crisis.</p> <p>GDN GD2 Consumer Vulnerability and Carbon Monoxide Steering Group</p> <p>The GDN GD2 VCMA steering group work membership includes senior leaders from each representative gas network and representation from key consumer advocacy groups including Citizens Advice, National Energy Action and Energy UK. The steering group ensures that the VCMA is managed in accordance with Ofgem guidelines and the strategic ambitions of the group. This initiative was reviewed and recognised as meeting an urgent and current need in the community. Feedback from Matt Copeland member of our strategic steering group and Head of Policy and Public Affairs at NEA said “I support the Fuel Bank Foundation partnership going through the VCMA. This winter, and throughout next year, it will be increasingly important to provide additional practical support to struggling energy consumers. These projects will look to give additional advice, but also, crucially, financial support to those households that need it most, so that they can stay warm and well at home through this period of extended high energy prices” <i>Matt Copeland, Head of Policy and Public Affairs at NEA</i></p> <p>Fuel Bank Foundation</p> <p>The number of people seeking help from foodbanks and advice agencies in the UK has risen significantly in the last few years, where families face difficult decisions around what to spend their limited income on. We find that these same families are often also in ‘fuel crises’ too and have to make the choice between ‘heating or eating’, which can lead to a series of health issues if they are forced to ‘self-disconnect’. Whilst we understand the rationale behind price cap rise, for people on pre-payment meters £87 is a significant increase and could result in more people living in fuel poverty, unable to pay for gas and electricity to heat and power their homes and at risk of self-disconnection. Household finances are already under increased pressure as a result of the Covid-19 pandemic, with higher food and fuel costs due people having to stay at home, on top of the usual seasonal increase in energy usage. For families juggling already stretched budgets, the prospect of a price increase in April will be of great concern and worry. Fuel poverty can’t be tackled by the energy industry alone. It needs a coordinated effort by energy companies, government, industry bodies, charities and other stakeholders to come up with a sustainable, long-term solution to the problem. <i>Matthew Cole, Chair of Trustees - Fuel Bank Foundation</i></p> <p>Updated December 2023</p>

Cadent Stakeholder feedback

Cadent conducted and continues to obtain extensive stakeholder and customer engagement on its RIIO-GD2 business plans and subsequent VCMA delivery. For instance, we regularly seek to obtain the feedback of stakeholders such as Citizens Advice and National Energy Action (NEA) to understand the needs of customers in vulnerable situations. These regular conversations allow Cadent to gain feedback on the initiatives we are, or should be supporting, and ensure that our VCMA-funded projects are in the best interests of our customers.

Stakeholders have provided consistent feedback on the need for energy networks to focus their funding on supporting households most impacted by the cost-of-living crisis. A study published in Sept 2023 in conjunction with Thinks, AgilityEco and Citizens Advice shows that 72% of people agree energy companies have a particular responsibility for helping the most vulnerable in our society to be more sustainable.

NGN Stakeholder feedback

Since 2019 we've held regular workshops with our stakeholders, on the subject of Customers in Vulnerable Situations (CiVS). This ensures that we are well informed to address the needs of customers across our network and through collaborative projects. Stakeholder engagement throughout 2022, told us that fuel poverty and the choice between heating and eating is becoming more prevalent. The energy and cost of living crises have further compounded this issue. This project provides a solution to helping those customers who are financially struggling and need extra help to address energy affordability. The project fully aligns with the need to help vulnerable customers in fuel poverty. Our most recent stakeholder engagement during 2023 has informed us that financial hardship is still a key area of focus, alongside the health impacts associated with, or exacerbated by, living in cold and damp homes.

Stakeholders also told us that increasing capacity for support within services would be key to addressing the immediate and longer-term impacts of fuel poverty and energy affordability. This project addresses this need and ensures additional capacity to support households who may be at risk, through a well-established and trusted advice service.

SGN Stakeholder feedback

Throughout GD2 our dedicated Vulnerable Steering Group has helped us shape our vulnerability strategy and our priorities to ensure that we meet our Business Plan commitments to support vulnerable customers, those most in need of support to maintain a safe and warm home. It is with guidance and support from our dedicated Vulnerable Steering Group that SGN has a clear approach to delivering support to vulnerable customers, ensuring that we're using relevant data to prioritise targeting priority customer groups and working in geographic areas most likely to be living in cold and unhealthy homes.

SGNs stakeholder endorsed strategy prioritised supporting those in energy crisis, reiterating the vital impact we have by co-ordinating our activities with others to support those most in need, and those most impacted by the cost of living and energy cost crisis. By working with Fuel Bank Foundation we are supporting organisations who are offering emergency funds to households in energy crisis.

WWU Stakeholder feedback

Through our business planning for RIIO GD2, priority customers research and stakeholders told us that tackling fuel poverty was a priority for WWU alongside raising awareness of the PSR and the dangers of CO.

Our continued engagement with stakeholders such as the NEA, Citizens Advice, and charities supported by fuel poverty statistics shows due to high inflation and record energy prices that fuel poverty is impacting more homes than ever. People who were struggling are now not using the heating or limiting use to unhealthy levels and appliances are not being serviced leading to future safety risks. The crisis has meant people who have never been in trouble now find themselves needing help but not knowing where to turn for advice.

	<p>We have tested support for projects under the VCMA which target fuel poverty through our CEG, Citizens panels, VCMA showcase events and Regional Workshops with overwhelming support to continue and do even more.</p> <p>VCMA Annual Showcase 21/22 As part of the annual showcase GDNs demonstrated projects that focussed specifically on the 'Affordability of Energy'. Fuel Bank Foundation was one of the projects highlighted and there was a general consensus from stakeholders that the project delivered value for money. A charity representative stressed that the holistic approach helped people and facilitated engagement.</p> <p>Fuel Bank Foundation 2023 (Matt Cole, Head of Fuel Bank Foundation) The energy price cap has been reduced, but unlike last year there probably won't be any Government support to cover rising fuel costs. In real terms, bills will only be around 7% lower than last winter, yet essentials like mortgage or rent payments, food, and clothing all cost far more. As a result, everyday things many of us take for granted - like being able to switch on the lights, flick on the kettle, and make a hot meal - are becoming a luxury that many households will struggle to afford. But for people who prepay for energy, having no money can mean having to live without light, heat, and power altogether. We call this Fuel Crisis. There are four million UK homes with a prepayment meter.</p> <p>This summer, we helped a record number of people facing Fuel Crisis. Many of them had never needed support with energy costs before. Others were struggling desperately after being moved from direct debit payments to a prepayment meter by their energy supplier. Once they'd paid down their debt, there wasn't enough to keep the lights and heat on for more than a few days. And, given their extreme anxiety about living in Fuel Crisis, adapting to having to meticulously plan and budget for simple things like washing clothing or taking a hot shower felt all but impossible.</p> <p>The Fuel Crisis report 2023 "The Cold Dark Truth about Winter" found 92% of people advised they don't know what they would have done without a voucher, suggesting they couldn't get help elsewhere.</p>
<p>Outcomes, Associated Actions and Success Criteria</p>	<p>Details of the VCMA Project, outcomes and the associated actions to achieve these, interim milestones and how the Funding Licensee will evaluate whether the project has been successful. Each action should have a proportion of the funding allocated.</p> <p>January 2022</p> <p>The partnership will enable the Fuel Bank Foundation to broaden the scale of support they can provide by removing the constraints that it currently has on its existing partner network to increase capacity and ensure that a minimum of 8,000 more households receive help, when and where they need it. In addition, the Fuel Bank Foundation will actively seek to increase the referral partnership network equally across the gas networks geographic footprints to build greater support for those in fuel crisis.</p> <p>Outcomes and success criteria</p> <p>The partnership will demonstrate the following outcomes for households in fuel crisis:</p> <ul style="list-style-type: none"> • Increase the network of community organisations including charities working to identify households in crisis • Increase the distribution of emergency fuel vouchers to households in fuel crisis • Extend the reach of additional support to increase household income and address debt and or access services specific to energy schemes including the PSR and ways to reduce utility costs • Extend the reach to households in fuel crisis with information on CO safety and how to access a CO alarm where income or information is a barrier to safety • Make a positive social impact as we work together to alleviate the pressures on community organisations reducing the need to use key care services • Make a positive impact on the health and wellbeing of people within the households supported. <p>Updated December 2023</p>

	<p>The partnership will enable the Fuel Bank Foundation to broaden the scale of support they can provide by removing the constraints that it currently has on its existing partner network to increase capacity and ensure that 12,400 more households receive help, when and where they need it.</p> <p>The financial support Fuel Bank Foundation offer clients isn't lasting as long as it used to due to the increased cost of energy, so Fuel Bank Foundation is moving away from a fixed amount of financial support to a more flexible and dynamic approach that allows the amount of support offered to clients to vary and respond to changing factors such as cold weather and energy prices, ensuring clients receive the support they need.</p> <p>Through this partnership Fuel Bank Foundation will provide circa 9,000 households with winter fuel vouchers to the value of £75, and 3,400 summer fuel vouchers at a value of £30.</p> <p>In addition, the Fuel Bank Foundation will actively seek to increase the referral partnership network equally across the gas networks geographic footprints to build greater support for those in fuel crisis within wider plans to explore options with an aspiration to increase to c1,000 partners.</p> <p>Updated February 2026 Additional fuel vouchers for the Southeast of England to support 1,500 vulnerable households in fuel crisis over winter.</p>
<p>Project Partners and Third Parties Involved</p>	<p>Details of Project Partners or third-party involvement.</p> <p>January 2022</p> <p>Funding Partners; Cadent, NGN, SGN and WWU SGN to lead the partnership providing programme support and training to the Fuel Bank Foundation's delivery team working closely to ensure that the objectives of the partnership are managed and met.</p> <p><i>*Scottish and Southern Electricity Networks and Scottish Power Energy Networks joined partnership to add additional funding and support to increase capacity and reach of the partnership (February 2022)</i></p> <p>Delivery Partner; Fuel Bank Foundation</p> <p>Updated December 2023</p> <p>The partners involved from 2024-2026 are Fuel Bank Foundation, Cadent, NGN, SGN and WWU.</p>
<p>Potential for New Learning</p>	<p>Details of what the GDN(s) expect to learn and how the learning will be disseminated.</p> <p>January 2022</p> <p>We will work closely with the Fuel Bank Foundation to monitor the impact the partnership has on our mapped outcomes, through onward engagement with the support networks accessing the service.</p> <p>The following activities will be in place to monitor and evaluate project progress and impacts:</p> <ul style="list-style-type: none"> • Quantitative and qualitative service user outcomes • Service user before-and-after-support surveys and follow-up engagements • Feedback, indicators, outputs, and outcomes reported on quarterly • Project progress monitored: these include monthly and quarterly partner meetings to share ideas and challenges through individual and organisational partnership case studies.

Through ongoing monitoring of the impact of our initiative on frontline support organisations and service users our partner Fuel Bank Foundation will produce insights for GDNs into; customer behaviour, barriers faced, effective engagement, and the impact of accessing independent support to use energy safely, efficiently and affordably.

The Fuel Bank Foundation will disseminate the annual evaluation report and case studies through their broader network, front line representatives and to other partners who may find this relevant e.g. utility companies and regulatory bodies.

Updated December 2023

Fuel Bank Foundation have shared insights each year through their annual report and annual report launch presentations. The partnership shares this insight in our VCMA stakeholder engagement events both regional and national.
<https://www.fuelbankfoundation.org/wp-content/uploads/2023/11/fuel-crisis-report.pdf>

Scale of VCMA Project and SROI Calculations, including NPV

The Funding Licensee(s) should justify the scale of the VCMA Project – including the scale of the investment relative to its potential benefits. As part of this it should provide the SROI calculation.

January 2022

Working with SIA partners we've assessed some of the core outcomes the initiative looks to measure. In addition, working with leading social impact research consultancy Simetrica SGN have developed a bespoke social value bank of financial and wellbeing outcomes applicable to our services for vulnerable customers. We will continue to measure all the outcomes for service users using this approach, which is used to estimate social value based on best practice endorsed by HM Treasury for the evaluation of social policy and utilises values from the Treasury's 'Green Book' where applicable.

Through the outcomes detailed below we forecast from a subset of outcomes that the SROI is £5.95 for every £1 spent.

Updated December 2023

Using our existing SROI framework based on the common DNO/GDN rulebook, with guidance from SIRIO Partners we have carried out an SROI forecast for the additional £1m funding and the associated Fuel Vouchers/Outcomes.

Taking into consideration the updated voucher values of £75 in winter and £30 in summer, as well as the avoided wellbeing impact of financial distress aligned to the provision of these vouchers, we forecast a positive nett SROI for this project of £2.88.

Total cost*	£975,987.59
Total gross present value	£3,789,293.83
NPV	£2,813,306.24
SROI	£2.88

*Estimated actual spend as above, this total cost accounts for inflationary factors across the 27-month duration of this project.

Updated February 2026

Additional vouchers
 Together with the other Gas Distribution Networks SGN worked with leading social impact research consultancy SIRIO Strategies on the development of the Industry Standard Social Value Framework and supporting GDN Rulebook. We have used that GDN Rulebook to carry out an assessment of financial and wellbeing outcomes applicable to our services for vulnerable households included in this update.

Carrying out an assessment of these predicted outcomes for this update alone we forecast a positive net Social Return on Investment of £2.61 for every £1 spent.

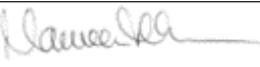
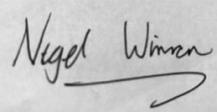
	Total cost*	£150,000
	Total gross present value	£541,455.71
	NPV	£391,455.71
	SROI	£2.61
VCMA Project Start and End Date	Detail start and end date of the VCMA project and, where relevant, the VCMA project that preceded this initiative. Phase 1 – January 2022 – December 2023 Updated December 2023 Phase 2 - January 2024 – March 2026	
Geographical Area	Details of where the VCMA Project will take place. If the VCMA Project is collaborative, the Funding Licensee area(s) in which the project will take place should be identified. England, Scotland and Wales	
Internal governance and project management evidence	Description of GDN(s) review of proposal and project sign off, with details on how the project will be managed Review of proposal and project sign off detailed below in the 'PEA Control Table'. Updated December 2023 <u>Project Management</u> SGN as the lead GDN will continue to manage the partnership with Fuel Bank Foundation ensuring through quarterly meetings to support the delivery of the agreed partnership outcomes. The SGN team will continue to ensure that the learnings from the partnership are cascaded and shared with broader stakeholders including but not limited to the VCMA showcase and VCMA Annual Report.	

Gas Network Vulnerability and Carbon Monoxide Allowance (VCMA) Governance Document - PEA Control Table

In order to ensure that a VCMA project is registered in accordance with the Ofgem VCMA governance document (incl. project eligibility assessment), the below table should be completed as part of the project registration process.		
Stage 1: GDN Collaboration Group PEA Review Meeting date review completed: Review completed by:		
GDN:	Name:	Job Title:
Cadent	Phil Burrows	Head of Customer Vulnerability Social Programmes Delivery
NGN	Eileen Brown	Customer Experience Director
SGN	Kerry Potter	Group Social Impact and Vulnerability Manager
WWU	Nigel Winnan	Head of Customer and Social Obligations
Stage 2: GD2CVG Panel Review Meeting date sign off agreed: Review completed by:		
GDN:	Name:	Job Title:

Cadent	Phil Burrows	Head of Customer Vulnerability Social Programmes Delivery
NGN	Eileen Brown	Customer Experience Director
SGN	Kerry Potter	Group Social Impact and Vulnerability Manager
WWU	Nigel Winnan	Head of Customer and Social Obligations

Step 3: Participating GDN individual signatory sign-off
(Updated December 2023)

GDN	Name:	Job Title:	Signature:	Date:
Cadent:	Phil Burrows	Head of Customer Vulnerability Social Programmes Delivery		11/01/2024
NGN:	Eileen Brown	Customer Experience Director		08/01/2024
SGN:	Maureen McIntosh	Customer Services Director		09/01/2024
WWU:	Nigel Winnan	Head of Customer and Social Obligations		08/01/2024

Updated February 2026

Update only affecting SGN cost and outcomes:

SGN:	Maureen McIntosh	Director of Customer Services		01/02/2026
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Step 4: Upload PEA Document to the Website & Notification Email Sent to Ofgem (vcma@ofgem.gov.uk)

Date that PEA Document Uploaded to the Website:

Date that Notification Email Sent to Ofgem: