



#### Demand Side Response



#### **DSR Overview**

DSR this winter has been overall, better than expected

Customers and suppliers identified potential barriers

Ofgem held 1 to 1 meetings with customer and suppliers to understand these issues



ofgem



Update on 1 to 1 meetings with customers and suppliers



# Issues raised by Suppliers

NDM reconciliation process

Broker Services Demand forecasting

Issues raised

-Smearing effect reduce incentives for Suppliers to contract for DSR

Limited innovation in products offered to end customers

-Accuracy of forecast-Forecast time period- BreakdownNDM/DM

Potential solutions

Code Changes ?
Metering ?

Communication?
Education?

Incentives?



# Issues raised by Customers

EA uncertainties

Product offerings

Issues raised

Unclear whether potential flexibility exists

Not meeting customer requirements

Potential solutions

Government/EA to continue discussions with permit holders

Suppliers to work with customers?



#### Customer issues

Internal procedures

Information

Issues raised

-Time constraints
-Getting internal sign
off
-Internal
communication

-Reliable delivery of information

Potential solutions

'Amber alert' for GBA? - Code change?

Incentives?



### Way forward

	NDM	Broker services	Demand Forecasting	EA	Product offerings	Internal procedures	Information
Issues raised	Smearing effect	Firm contracts	Accuracy DN/NDM split	Uncertainties	Customer requirements	Time constraints	Reliability
Potential solutions	Code Change	education	Incentives	Unclear whether potential flexibility exists	Flexible products	Amber alert –Code Mod	Incentives ?
Way Forward	Continued discussion	Use of Seminars	Ofgem Proposals for consultation	DTI/EA to consider	Seminars – customer/ supplier interaction	DSWG/ Gas safety reserve/ Code change	Ofgem Proposals for consultation

Potential of short term wins – can be progressed ahead of next winter



Potential for areas to continue work to deliver medium term solutions



ofgem



Promoting choice and value for all gas and electricity customers