

## Smarter markets programme

### Update for the Smarter Markets Coordination Group (SMCG), 3 November 2014

#### Programme areas

<p><b>Change of supplier</b></p> <ul style="list-style-type: none"><li>• We are developing our plan to deliver faster switching, following our consultation in June this year.</li><li>• In particular we are developing our approach to project governance and a draft Target Operating Model which will describe at a high level how our policy proposals will work.</li><li>• We will provide more details on this work in the SMCG meeting.</li></ul>	<p><b>Electricity settlement</b></p> <ul style="list-style-type: none"><li>• Decision on BSC Modification P272 published, along with changes to distribution charges.</li><li>• We have held six out of the seven scheduled expert group meetings to develop options for using half-hourly data in electricity settlement.</li><li>• We are also seeking views on the priority areas of work to take forward in the next stage of the project.</li><li>• We will provide more details of this work in the SMCG meeting.</li></ul>
<p><b>Consumer empowerment and protection</b></p> <ul style="list-style-type: none"><li>• Following the presentation at the last SMCG meeting, we are progressing our work on smart billing and smart prepayment.</li><li>• Three stakeholder meetings have been scheduled for November to initiate our detailed work in these areas.</li></ul>	<p><b>Demand-side response (DSR)</b></p> <p>We are working with distribution networks policy colleagues to put together a work programme that will deliver a framework for DSR. We are also working closely with key parties through the Smart Grid Forum Workstream 6 group and related subgroups. We have focused on:</p> <ul style="list-style-type: none"><li>• The value of DSR across the supply chain</li><li>• Understanding the impact of relevant policies eg the Electricity Market Reform capacity mechanism, Retail Market Review measures.</li></ul>

#### Forthcoming milestones

##### November

- Consumer Empowerment and Protection: Stakeholder meetings set up. Focus will be on smart billing (domestic and micro businesses) and smart prepayment.

##### December

- Electricity Settlement: Open letter summarising expert group discussions and describing next steps for 2015

##### Early 2015

- Change of supplier: decision document and draft target operating model to be published
- Demand-side response: update on work programme to be published