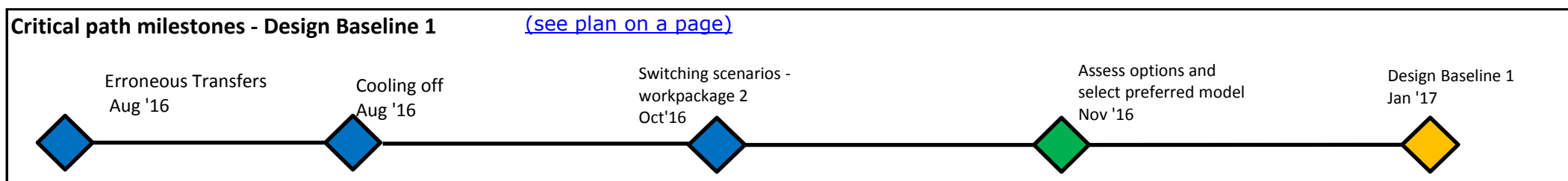


<b>Upcoming Key deliverables</b>	1. Governance and Assurance Strategy and Procurement Framework for <b>User Group Review Nov '16</b>	2. Registration and Switching Governance Framework, Governance and Assurance Strategy, Procurement Framework <b>EDAG Review Nov '16</b>	3. Registration and Switching Governance Framework, Governance and Assurance Strategy, Data Improvement Strategy (formerly Data Cleanse), DB1 Reform Packages to be approved by <b>Design Authority Nov '16</b>	4. Completion of Work Package 2 (policy overlay on processes) <b>Oct '16</b>  5. EDAG review and completion of Regulatory Design Framework <b>Nov '16</b>
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<b>Deliverables achieved since last reporting period</b>	<b>DA 27 October 16 -</b> Interactions with Smart Metering, Transition Strategy, Data Conversion and Migration Approach, System Integration Strategy and DB1 Reform Packages baselined.
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## Programme Progress update

### Overall

- \* Programme is progressing to plan with 26 products now baselined by Design Authority.
- \* Third Senior Stakeholder (Steering Group) on 06 October.
- \* Fourth Programme Delivery Group (SPDG) on 12 October.
- \* Additional Programme Delivery Group (SPDG) scheduled for 07 December to discuss DCC Business Case, in advance of regular bi-monthly meeting on 20 December.

### Design Authority

- \* The meeting on 27 October considered Interactions with Smart Metering, Transition Strategy, Data Conversion and Migration Approach, System Integration Strategy and DB1 Reform Packages.

### Business process design workstream

- \* Interactions with Smart Metering approved at DA on 27 October.

### Regulatory Design workstream

- \* Product 1 (existing regulatory requirements) and Product 2 (Roles & Responsibilities) are both complete.
- \* The RDT is continuing work on Product 3 (Governance arrangements) taking on board the input of the User Group.
- \* RDT are in the process of carrying out the assessment of the long list of options. A shortlist of governance options has been presented to the Programme Board, was approved by the October User Group and will go to the November EDAG and DA. This paper is for information only.
- \* Work has commenced on Product 4 (Business Rules) and the RDT have begun to map the codes that may be impacted to the BPD 'happy path'.

### Delivery Strategy workstream

- \* Transition Strategy, Data Migration and System Integration Strategy work packages were baselined at the October DA.
- \* Data Improvement work package (formerly Data Cleanse) was discussed at the October EDAG. Further work is being undertaken to improve the clarity of presentation of the proposals in this work package.
- \* Governance and Assurance papers will be presented at November's EDAG. This paper was agreed at the User Group on 01 November (with some changes suggested). The Communication Strategy will be presented as a 'for information' paper.

### Commercial workstream

- \* DCC have finalised their draft Business Case based on feedback from Ofgem, EDAG and User Group. This will be consulted on at the end of November.
- \* Ofgem letter and DCC response letter for the procurement framework have been reviewed by User Group and will be presented at this EDAG. We anticipate these to be signed off and published in early December.
- \* Ofgem developing proposed direction for margin and incentives which will be consulted on at the end of November in parallel with the draft DCC Business Case.

### External Dependencies to programme

- \* CMA remedies - dependency being actively managed.

<b>Design Decisions</b> <a href="#">(see Design Authority Decision Log for more information)</a>	
<b>Decisions Made (last reporting period)</b>	<b>Decisions Due (next reporting period)</b>
<b>Business Process Design</b> - Interactions with Smart Metering <b>Delivery Strategy</b> - Transition Strategy - Data Conversion and Migration Approach - System Integration Strategy <b>DIAT</b> - Design Baseline 1 Reform Packages	<b>Regulatory Design</b> - Registration and Switching Governance Framework <b>Delivery Strategy</b> - Governance and Assurance Strategy - Data Improvement Strategy (formerly Data Cleanse) <b>DIAT</b> - Design Baseline 1 Reform Packages

<b>Top delivery risks and issues</b>				
<b>Risk/issue</b>	<b>Current RAG</b>	<b>Previous RAG</b>	<b>Mitigating actions</b>	<b>For information, action or advice sought from EDAG</b>
I30. The cost and margin presented in the DCC Business Case are significantly higher than expected. This together with the longer than expected timescale for delivery suggest that there is significant work to be done over the coming weeks to resolve.			Continued close collaborative working to understand the rationale for the costs and margin presented together with the detail behind the plan and differences in assumptions	For information
I31. Plans for legislation for new powers to make changes to codes remain unclear. Contingency plans are in place to rely on existing SCR powers to effect regulatory changes to support the programme.			1) Contingent replanning of timeline and re-evaluation of planning assumptions on basis of SCR powers. 2) Continued engagement with BEIS on legislation and relevant powers.	For information
I27. The team is currently facing resourcing challenges with the departure a number of staff including programme manager and RD policy manager. This is further compounded by a rapid increase in activity impacting the PMO team.			1) Recruitment of replacement staff 2) Review of current resource activity across team to re-allocate staff where possible to stretched areas. 3) Appointment of temporary staff as required.	For information
R66. There is a risk that internal resource allocation does not fulfil the skill and quality requirements necessary for DLS phase delivery.			1) Identification of products & activities ongoing to resource & skills requirements & allocation of work packages between Ofgem & DCC. 2) Discussion with other Ofgem teams to gain insights from their experience e.g. RIIO. 3) Use consultancy budget to recruit consultants 4) Discussion with code bodies to agree continued resource allocation to the programme	For information
R02. There is a risk that we do not have enough budget (especially industry provided resource) and certainty for planning to support the programme through its entire life cycle (up to 5 years).			1) Programme plan includes requirement to secure funding for each phase of programme 2) The internal business case has been approved 3) PMO tracking of budget expenditure for realistic assessment of programme costs & 2017-18 planning commenced. 4) Engagement with industry in relation to 2017-18 budget (and beyond) in order to secure resource.	For information