



Making a positive difference
for energy consumers

Email: HalfHourlySettlement@ofgem.gov.uk

Date: 15 July 2020

Electricity Settlement Reform Newsletter:

July 2020 issue

Dear Colleague,

This is the fourth edition of our monthly newsletter, which provides a roundup of all that is happening within the Settlement Reform programme. This month we are focussing on the working groups' progress through June and advertising our MHHS online event.

We continue to welcome any feedback on work being carried out, and also on any preferences you have for how we keep you updated on progress, especially during the current period when organisations' time is so limited.

An archive of previous editions of this newsletter can be found under the Newsletter subheading on the [Settlement Reform webpage](#). The first edition, [March 2020](#), includes useful background information.

For any questions or feedback, please get in touch via the Half-Hourly Settlement team mailbox:

Half-hourlySettlement@ofgem.gov.uk

Settlement Reform Online Event

In April we published a draft [Impact Assessment](#) of market-wide half-hourly settlement alongside a [Consultation Document](#) and [Consumer Impacts](#) paper. These have been re-issued and the consultation is now open for responses with a deadline of the 14 September 2020. We would like to invite stakeholders to attend an online settlement reform event on Wednesday 22 July where we will present the main developments outlined in the documents, invite questions and provide clarification where necessary. We will also provide a short update on the TOM development work.

The event will be 10-12:30 on Wednesday 22 July. Please register for the event [on eventbrite](#). Numbers are limited and places will be allocated on a first-come, first-served basis. Those who book a place will receive a link to join the meeting.

Target Operating Model Working Groups

Due to the coronavirus national emergency and the subsequent social distancing measures put in place by the Government, the CCDG and AWG meetings continue to be conducted remotely. Further information on our approach to the TOM working groups during this time can be found in the [May edition](#) of our newsletter.

Code Change and Development Group (CCDG)

[CCDG07](#) – 16th June 2020: The group had a Q&A session with ELEXON's AWG technical expert and discussed the work of the AWG/CCDG subgroup. They also had further discussions on the possible approach to GSP Group Correction Factors during the transition. Finally, there was also an update from representatives of SEC and DCC. You can find more detail in the [CCDG07 Headline Report](#).

The main points of note from the above CCDG discussions are as follows:

- The group is continuing to consider different options for the transition approach to GSP Group Correction Factors. The group agreed that the Scaling Weights for existing Consumption Component Classes will be revised when BSC central settlement services have transitioned to the TOM.
- Working Document B, which sets out the detailed design for GSP Group Correction and Scaling Weights under the TOM, will be circulated to members for comment in July.

Next CCDG meeting: There will be no CCDG meeting in July; instead, the members will review some documentation by correspondence. At CCDG08 on August 18th the group will continue to review subgroup outputs and work to finalise areas of the detailed TOM design.

The agenda for CCDG08 on 18th August 2020 will be published on the ELEXON website closer to the time.

Architecture Working Group (AWG)

[AWG07](#): 23rd June 2020: The AWG completed the Registration Service to metering services interface templates with the outputs from the AWG/CCDG sub-group and moved to reviewing the Registration to Data Services interface template. The group agreed business process diagrams were needed for all the processes affected by the TOM, and these will form part of the Solution Architecture Document. An initial list of business processes will be brought to AWG08. You can find more detail in the [AWG07 headline report](#).

Next AWG meeting: at AWG08 on 17th July 2020 the group will provide feedback on the completed interface specifications for the Registration to Data Services, and will review the further outputs from the CCDG/AWG sub-group – specifically the Registration to BSC Central Services. The group will also review and begin to set out the business processes identified since AWG07.

Sub-group updates

Code change and central body sub-group: The code body representatives are continuing to work on incorporating the feedback they received from the CCDG into the matrices that identify affected areas of their code documents and share any outstanding questions with the group. We are arranging meetings for July with the representatives from the code administrators to address any outstanding questions. These matrices will ultimately feed into the CCDG consultation, along with the CCDG's work on the detailed TOM design areas.

AWG/CCDG subgroup update: As agreed in the AWG04, a sub-group made up of members of both the CCDG and the AWG has been formed to identify the business requirements for data exchange, to help the AWG prepare specifications for the interfaces between TOM services. This group has met six times and has completed an initial tabulation of the interactions between metering services and the Registration Service (SMRS), SMRS and the TOM data services, and SMRS and BSC central services. The group has progressed to looking at the interactions between the TOM metering services and the TOM data services. The tabulations include the information that will need to be exchanged to enable the TOM, identify the parties sending and receiving data, and include estimates of the expected frequency and size of the data exchanges. As these tabulations are completed, they will be used to populate the interface documents the AWG will use as part of the solution architecture recommendations.