



SHEPHERD+ WEDDERBURN

Codes, Tariffs and the Scottish Timeline

Market Code: key issues

Liz McRobb

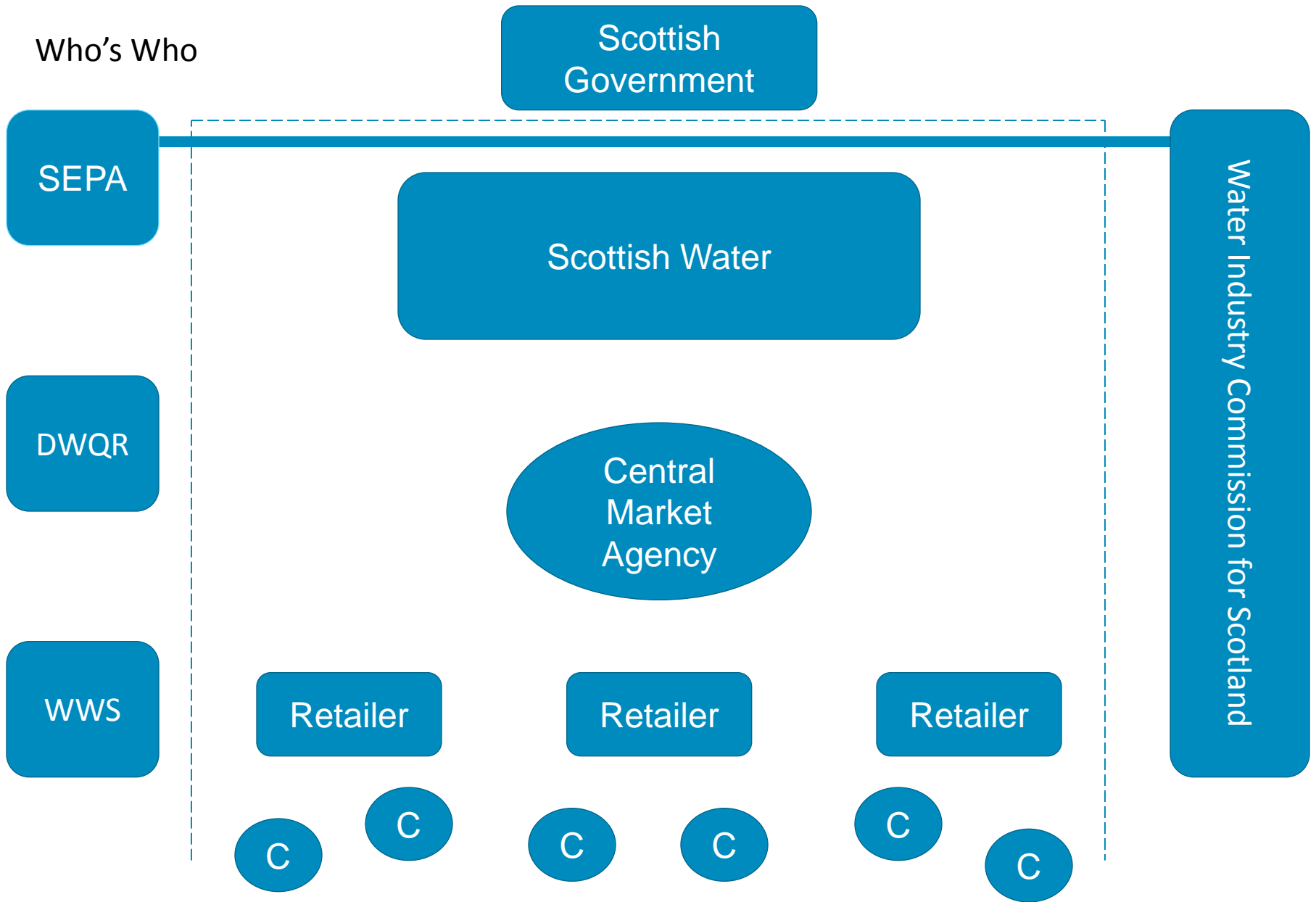
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Introduction




- Developing the Market Code – process, timing and consultation
- Anatomy of the Code and CSDs
- Key issues review
- To market opening and beyond ...
- Lessons learned

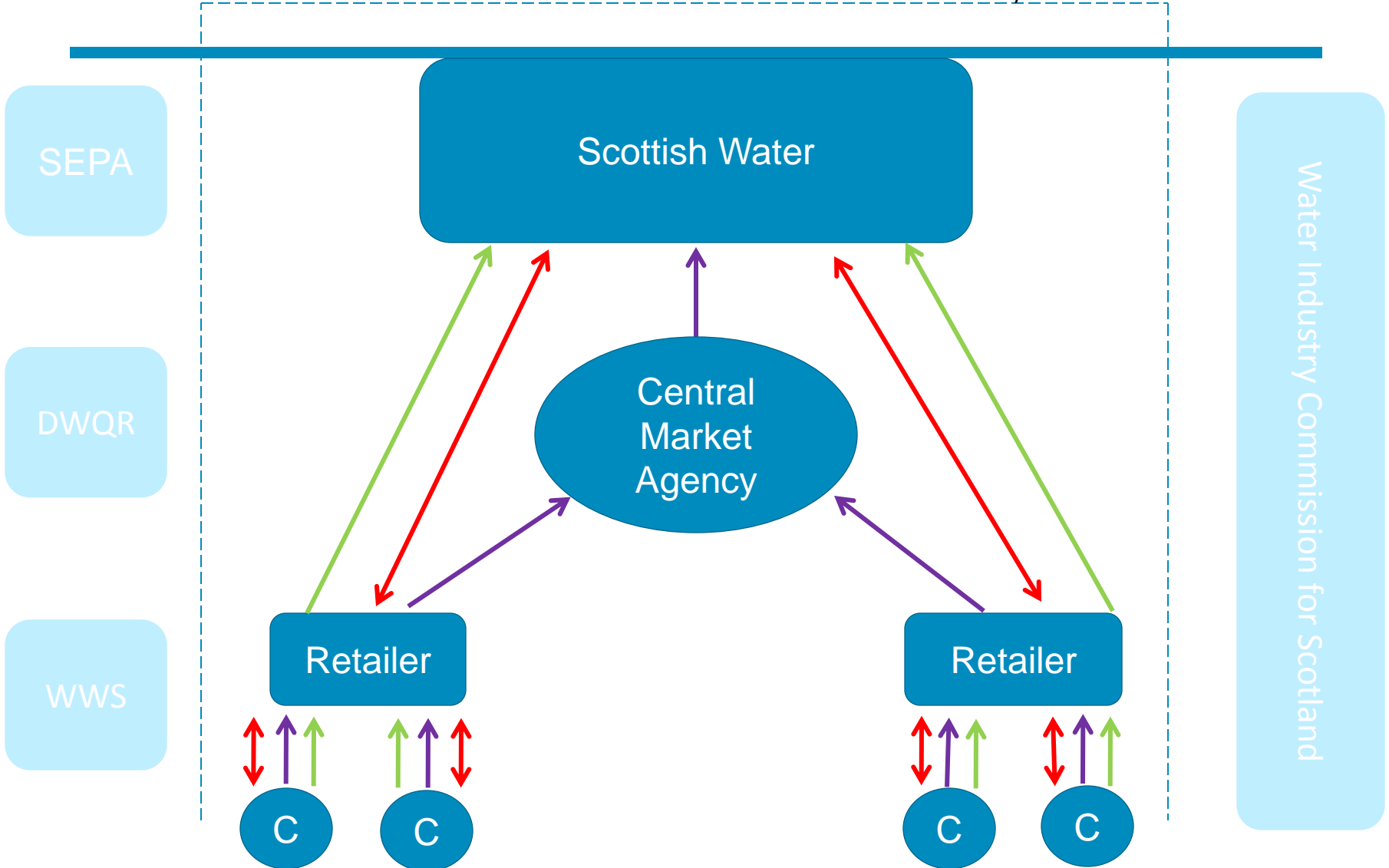
Who's Who



Daily Operations

Scottish Government

Usage & charge information: 
System information: 
Money: 



Developing the Market Code – process ...

- Fit within wider licensing framework project
- Market Code principles and scope emerged through consultation process
- Appointment of Gemserv and development of:
 - Switching rules
 - Charging rules

Developing the Market Code - ... timing

- November 2005 – consultation – need for stakeholder involvement
- April - June 2006 - LFIG established and first meeting
- October 2006 – Gemserv appointed
- March 2007 – WICS receives Scottish Water's draft wholesale charges scheme 07/08 and consults
- April – July 2007 – several Business Stream data transfers into CMA systems
- June 2007 – WICS agrees to move forward on current interim wholesale charges and approves draft scheme 08/09 for consultation
- September 2007 – Go Active – Market Code signed



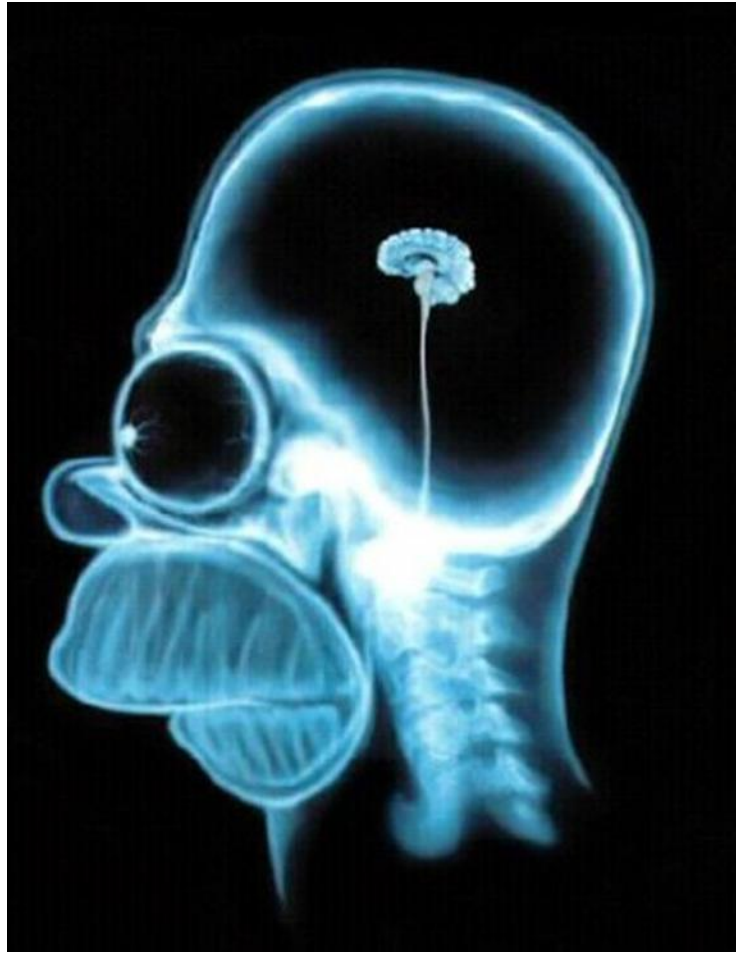
Developing the Market Code -... and consultation

- January 2007 – first consultation on Market Code
- May 2007 – CMA and Interim Arrangements
Directions published
- May 2007 – second consultation on Market Code and first on CSDs
- August 2007 Final consultation on Market Code and CSDs
- September 2007 – Go Active – Market Code signed

Anatomy of the Code and CSDs

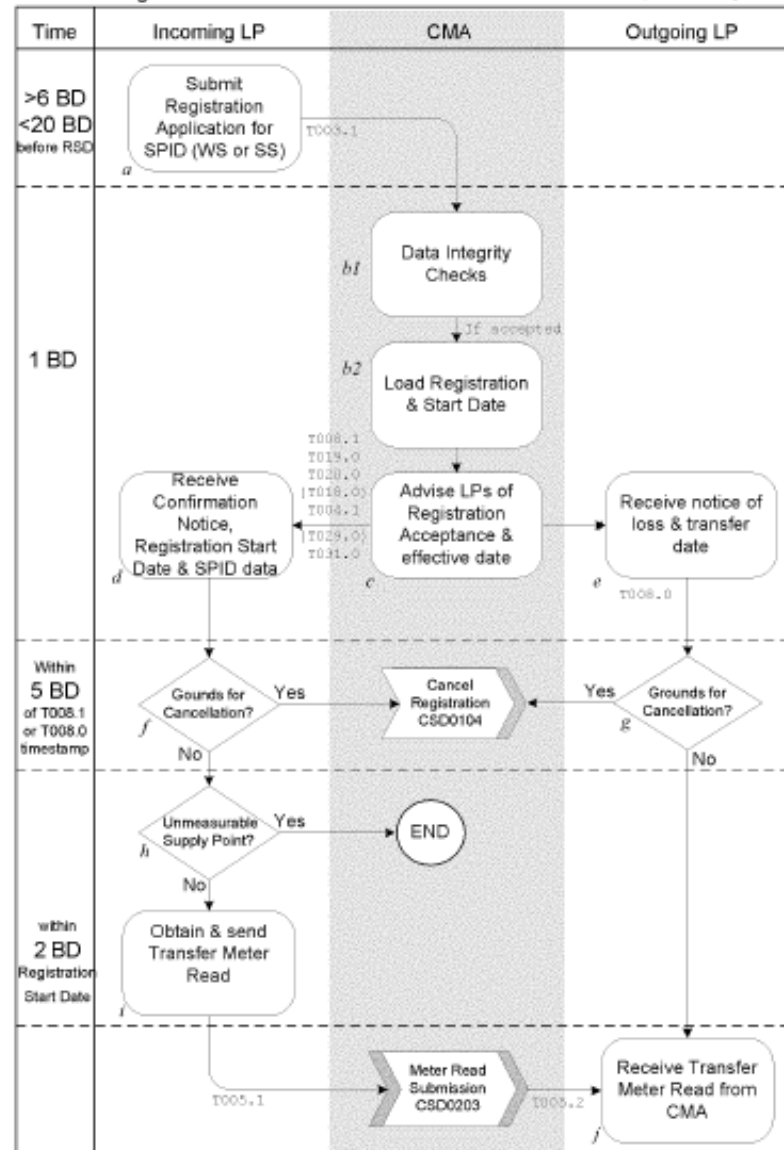
- Role of the objectives and principles and Part 1
- Role of the CMA and Part 2
- Licensed Providers and Scottish Water – Parts 3 and 4
- Market Design – high level summary – Part 5
- Performance Standards – Part 6, CMA Charges – Part 7
- Governance – Part 8, Disputes – Part 9
- Boilerplate including termination/default – Part 10
- CSDs





Transfer Registration

Updated 31 August 2007



CSDs

Key Issues Review

- Market entry – practicalities
- Provider of last resort
- Multiple occupancy sites
- Performance standards
- Governance – TP, CMA Board and Commission
- Default and liability

To market opening and beyond....

- Error corrections – De-registration of SPIDs, rollover error
- Early market rules – self certification, POLR, developing Performance Standards regime
- Improvements – CMA charges more representative of volume market share, gap sites and opt out on these and POLR regime based on market share



Lessons learned - 1

- Baselined technical descriptions of switching process, volume allocation and charges needed early
- Strong change control need for IT and lawyers where their work overlaps
- Core technical documents must be plain English, consistent and fit with the key defined terms

Lessons learned - 2

- Code development – takes time to address key issues of principle
- Code development – takes time to write them down
- Code development – takes time to cross check with technical team
- Code development – takes time to engage and consult with industry as policy and detailed rules develop

Contact Details



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