
Wholesale Retail Code Change Proposal (CP) 018

Modification proposal:	Wholesale Retail Code Change Proposal 018: Settlement Updates		
Decision:	Ofwat has decided to confirm these change proposals		
Date of publication:	23 February 2016	Implementation date:	Immediate

Background

As part of the detailed works undertaken by MOSL and its IT system developer, issues were found in the charging and settlement algorithms used in the system. WRC008¹ Independent Review of Settlement Algebra also looked at the equations underpinning the settlement mechanisms.

The modification proposal²

MOSL proposed WRC018 to amend CSD 0207 and CSD 0201 as misprints and ambiguities were found to have entered the code. A full list of these is available in the proposal at: http://www.open-water.org.uk/media/2195/wrc018_settlement_updates.zip

Interim Code Panel recommendation

At its meeting on 10 February 2016, the Interim Code Panel voted unanimously to recommend WRC018. Minutes of the meeting indicate Panel considered the change to positively impact on the efficiency of the code³.

¹ <http://www.open-water.org.uk/media/1990/wrc008-settlement-algebra-review.zip>

² The proposal is available on the MOSL website at: <http://www.open-water.org.uk/media/1832/icp-25-aug-15-market-arrangements-code-change-proposal-housekeeping-final.pdf> and <http://www.open-water.org.uk/media/1834/icp-25-aug-15-wholesale-retail-code-change-proposal-housekeeping-final.pdf>

³ Available at: <http://www.open-water.org.uk/media/1978/icp03-01-mins-25-aug-15.docx>

Our decision

After review of the supporting documentation we have concluded that the implementation of WRC018 is consistent with the Principals and Objectives⁴ and will improve efficiency of the code. We consider that confirming this change is consistent with our principal objectives and statutory duties.

Reasons for our decision

We consider that the implementation of and WRC018 will contribute to effective codes and changes contained are correct and desirable.

Adam Cooper
Director, Retail Market Opening

⁴ <http://www.open-water.org.uk/media/1903/version-icp-housekeeping-part-1-objectives-definitions-and-principles.pdf>