

MARKET CODE / OPERATIONAL CODE CHANGE PROPOSAL

Form
version 2.3

Change Proposal reference
(To be completed by the TP Sec.)

MCCP255

Version No.

D.1

PART A — SUBMISSION

A.1. GENERAL DETAILS

A.1.a. TITLE Discontinuation of the R11

A.1.b. COMPANY CMA

Change Proposals must be authorised by the person designated by the signatory to the Market Code Framework / Accession Agreement

A.1.c. AUTHORISED SIGNATURE Neil Cohen

NAME

A.1.d. CONTACT NAME Neil Cohen

CONTACT EMAIL;
TEL/MOB.

Neil.cohen@cmascotland.co.uk
0117 942 3272

A.1.e. ASSOCIATED
MCCP / OCCP

A.1.f. ASSOCIATED
DOCS.

A.1.g. PROPOSED
URGENCY NON-URGENT

A.1.h. REASONS FOR
URGENCY

The CMA CEO will review this information and make a decision as to whether to take this MCCP / OCCP forward as urgent as defined under Market Code Part 8.9.1

A.2. MCCP / OCCP DETAILS		
A.2.a. ISSUE OR DEFECT WHICH THIS MCCP / OCCP SEEKS TO ADDRESS Required under Market Code Parts 8.7.1 (ii) (b) and 8.8.1 (ii) (b)		
<p>Live Rateable Values were introduced in March 2017 (as described in MCCP201) and their use in settlement was introduced via a transition arrangement whereby settlement calculations involving RV were modified such that increasing proportions of the Live RV replaced equivalent calculations using the (historic) RV (as detailed in MCCP214 – CC). This transition regime began in February 2018 and had completed in April 2020.</p> <p>This means that, from April 2020 onwards, any reference to the historic RV would only pertain to periods prior to this date and that for any period after April 2020 any transactions, RAs, performance measures and settlement calculations would only be relevant for Live RV. In particular, LPs should no longer submit RVs unless historic changes relating to periods prior to April 2020 are involved.</p> <p>For relevant transactions and RAs, the requirement to submit a Live RV, but not to submit a (historic) RV, except for historic purposes, is already catered for. Settlement calculations have also been set up to automatically account for the end of the transition from RV to Live RV. For the Performance Measures however, the R11 refers explicitly to the timing of LP submissions for the RV and the last such run of the R11 which is therefore required is that for the 2019/20 Financial Year, scheduled for August 2020.</p>		
A.2.b. DESCRIPTION OF THE NATURE AND PURPOSE OF THE MCCP / OCCP AND HOW IT MEETS THE MARKET CODE / OPERATIONAL CODE OBJECTIVES AND PRINCIPLES FOR THE MARKET DOCUMENTS Required under Market Code Parts 8.7.1 (ii) (c) and 8.8.1 (ii) (c)		
General Description		
This MCCP seeks to discontinue the R11 Performance Measure after August 2020, since this measure is no longer applicable after that date.		
Principles and Objectives affected CMA Guidance Note GN009 may be referred to for assistance with this section		
PRINCIPLE	AFFECTED (Y/N)	DESCRIPTION
Proportionality	Y	Discontinuation is a simple process, with minimal impact.
Transparency	N/A	
Simplicity, Cost-effectiveness, and Security	Y	As above.
Non-exclusivity	N/A	
Barriers to Entry	N/A	
Customer Contact	N/A	
Non-discrimination	N/A	

Non-detrimental to SW Core Functions	N/A	
MC / OC OBJECTIVES	Y	

A.2.c. IMPACT Required under Market Code Parts 8.7.1 (ii) (d), (f) and (g), and 8.8.1 (ii) (d) and (f)		
CONFIGURED ITEM	IMPACTED (Y/N)	DESCRIPTION
MC / OC	N	
CSDs	Y	See below
Wholesale Services Agreements	N	
Licenses	N	
CMA Central Systems	Y	Deletion of the R11
CMA business processes	N	
Trading Party systems	Y	Deletion of the R11
Trading party business processes	N	

A.2.d. DRAFT LEGAL TEXT Required under Market Code Parts 8.7.1 (ii) (d) and 8.8.1 (ii) (d)
The R11 entry in Table 1 of CSD0002 should be removed.
A.3. IMPLEMENTATION DETAILS
A.3.a. PROPOSED IMPLEMENTATION DATE OR LEAD TIME Timescale must not overlap with the period of consultation with the Commission and should take account of the impacts identified in Section A.2.c. Any quoted lead time should commence from date of Approval.
March 2021
A.3.b. ANY LIMITATIONS OR DEPENDENCIES FOR IMPLEMENTATION

A.4. ANY OTHER COMMENTS

Indicative User Requirements are as follows:

UR 1 (GPSUR 1 OPERATION). The following change to this requirement should be delivered prior to July 2021 (red text):

The performance reports (~~except R11~~) should generally be run on a monthly basis, as scheduled events, typically 6 Business Days after the end of the month for which the measures are to be assessed in order to ensure that, for the R10 measure, legitimate meter reads submitted 5 BDs after the read date are taken account of. However, there should be a capability to re-run previous months.

~~The R11 report shall be run once a year, in July, for the previous financial year.~~

The creation of the performance reports should not have an adverse performance effect on the rest of the Central System.

As with all well-designed software, the reports should be created in such a way that allows for easy extension and modification.

UR 2 (PPSUR 2.3). The following change to this requirement should be delivered prior to July 2021 (red text):

PPSUR – 2.3	LP CMA Performance Standard Charge
Summary	This is the quarterly amount payable by each LP to the CMA. It is calculated from the LP Transaction Level Performance Standard Charge Components for the identified quarter.
Input Data and Source	<ul style="list-style-type: none"> PPSUR 3.1: The sum of the R1A and R1B Charge Components PPSUR 3.5: The sum of the R5A Charge Components PPSUR 3.9: The sum of the R9A, R9B, R9C, R9D and R9E Charge Components. PPSUR 3.10: The sum of the R10A and R10B Charge Components PPSUR 3.11: The sum of the R11 Charge Components
Calculation/Process	$PSC_{CMA}^q = \text{Sum of (R1A + R1B + R4A + R4B + R5A + R9A + R9B + R9C + R9D + R9E + R10A + R10B Charge Components)}$ for each month in the quarter, summed to give the quarterly amount, except for Q2, which should be identical to the above, but with the sum of the R11 Charge Components also added; plus the equivalent charges for a Transferee, if this LP is a Transferor. After February 2020, the values for R4A and R4B will be zero.
Output Data and Location	PPSUR 2.1

UR 2 (PPSUR 2.3). The following change to this requirement should be delivered prior to July 2021 (red text):

PUR – 3.14	R11 Inappropriate £0 RV (LP) Performance Charge Component
Summary	This parameter identifies the components of charge for the sum of the instances on test days within the reporting year, when an inappropriate £0 RV exists against a SPID, where inappropriate means;

	<ul style="list-style-type: none"> ● A SPID with unmeasurable service elements on given test days or ● A SPID with the Metering Programme set to True. <p>In both cases, failure creates a Level 3 Charge.</p>
<p>Input Data and Source</p>	<ul style="list-style-type: none"> ● Period Start Date; being the first calendar day of the previous financial year ● Period End Date; being the last calendar day of the previous financial year ● Level 3 Charge ● SPID data; responsible LP, RV.
<p>Calculation/Process</p>	<p>Step 1 Identify all relevant SPIDs (to be checked for success/fail), being SPIDs that meet the following criteria;</p> <ul style="list-style-type: none"> ● SPIDs which are, or have at any time been Tradable, or TDISC, within the reporting period (the period from the Period Start Date to the Period End Date, inclusive). <p>Step 2 Identify the Test Days;</p> <ul style="list-style-type: none"> ● Test Day A—the earliest day that the SPID is either Tradable or TDISC on or after the Period Start Date and on or before the Period End Date ● Test Day B—the earlier of; the day before the SPID is DEREG or PDISC, on or after the Period Start Date and on or before the Period End Date, and the Period End Date. <p>Step 3 Identify Success Dates and Failure Dates and Failure Reasons. Each Test Day will be a Failure Date if;</p> <ul style="list-style-type: none"> ● For a Water SPID (with or without an Associated Sewerage SPID) the Failure Reason will be— <ul style="list-style-type: none"> ○ Water Unmeasurable. RV is not greater than zero and there is an Unmeasurable Service Element or ○ Transition. RV is not greater than zero and the Metering Programme is set to True or ○ Sewerage Unmeasurable. RV is not greater than zero and any Associated Sewerage SPID has an Unmeasurable Service Elements, or ○ Transition. RV is not greater than zero and any Associated Sewerage SPID has its Dxxx_Metering Programme set to True, or ○ Property Drainage. RV is not greater than zero and any Associated Sewerage SPID has a Property Drainage Service Element. or ○ Roads Drainage. RV is not greater than zero and any Associated Sewerage SPID has a Roads Drainage Service Element. ● For a Sewerage SPID with no Associated Water SPID— <ul style="list-style-type: none"> ○ RV is not greater than zero and there is an Unmeasurable Service Element, or ○ RV is not greater than zero and the Metering Programme is set to True, or ○ RV is not greater than zero and there is a Property Drainage Service Element, or ○ RV is not greater than zero and there is a Roads Drainage Service Element. ● For any SPID which has a D2025 SPID Status of TTRAN, or for which the RV is greater than zero, or is not greater than zero, but none of the above apply, then the Test Day becomes a Success Date.

	<p>Step 4 Identify the relevant LP, being the current LP on the particular Test Day.</p> <p>Step 5 Calculate R11 CMA Performance Charge Components for the LP responsible for the SPID on the Failure Date; If an LP is responsible for a Water SPID (with or without an Associated Sewerage SPID) on one or more Failure Dates, a Level 3 Charge should be allocated to that LP. If an LP is responsible for a Sewerage SPID (with no Associated Water SPID) on one or more Failure Dates, a Level 3 Charge should be allocated to that LP.</p>
<p>Output Data and Location</p>	<ul style="list-style-type: none"> • GPSUR 4. R11 Failures on or after the Period Start Date and on or before the Period End Date, with Failure Dates and Reason for each SPID for each LP. • PPSUR 2.3. Sum of Level 3 Charges for each LP.

PART B — TP ASSESSMENT

B.1. ASSESSMENT PROCESS			
B.1.a.	ASSESSMENT START DATE	2020-07-02	ASSESSMENT END DATE 2020-08-20
B.1.b.	IMPACT ASSESSMENT REQUIREMENT	IA NOT REQUIRED	
B.1.c.	CONSULTATION REQUIREMENT	TP CONSULTATION NOT REQUIRED	
B.1.d.	ASSOCIATED DOCUMENTS (to this Part B)		
B.2. ASSESSMENT DETAILS			
B.2.a. CHANGE SPEC AND IMPACT (IF DIFFERENT FROM THAT ORIGINALLY SUBMITTED)			
B.2.b. CMA INTERNAL SYSTEMS IMPACT			
B.2.c. DRAFT LEGAL TEXT (if different from that originally submitted)			
B.2.d. TP ASSESSMENT Taking into account complexity, importance and urgency, and having regard to whether or not such proposal is within the relevant Objectives and Principles as required under Market Code Parts 8.7.1 (v) and 8.8.1 (iv)			
Impact on Principles and Objectives (if different from that originally submitted)			
Cost Estimate		CMA Cost Modelling suggests: £9k (i.e. de-minimis)	
Benefit Estimate (L: < 10k, M: £10k to £100k, H: > £100k)			
B.3. TP DECISION		TP APPROVED	
B.4. FINAL TP VIEWS		Unanimously approved 2020-08-20	
B.5. PLANNED IMPLEMENTATION DATE		March 2021	

WITHDRAWN BY PROPOSER?	NO
COMMENTS	
DATE OF WITHDRAWAL	

PART C — COMMISSION APPROVAL

C.1. DATE FINAL REPORT ISSUED TO COMMISSION	2020-09-01
C.2. APPROVAL STATUS	APPROVED CHANGE
C.3. DATE OF APPROVAL STATUS	2020-10-15
C.4. COMMISSION RESPONSE REFERENCE	

PART D — IMPLEMENTATION

D.1. IMPLEMENTATION DATE	2021-03-25
D.2. IMPLEMENTATION DETAILS (MC version, CSD versions, CMA Central Systems release number, etc.)	