

Code Change Committee 02 – Headline Report

26 April 2022
Virtual (MS Teams)

This Headline Report provides a record of the decisions made by the Code Change Committee.

1 CPM046/CPW133 Approved Codes of Practice – Request to Delay

The Code Change Committee considered the request to extend the timetable for the assessment of CPM046 and CPW133 '[Agreed Codes of Practice](#)' which had been proposed to introduce Approved Codes of Practice (ACoPs) into the code ecosystem. Where most trading parties interacted with multiple wholesalers/retailers, any variation in approach to fulfilling market code obligations imposed additional complexity and cost. The change therefore sought to promote ACoPs as a vehicle for aligning industry interactions.

The draft recommendation report had been scheduled to be received by the Code Change Committee in May 2022 however members felt more time was needed to fully explore additional complexities identified in the development of the change.

The Code Change Committee:

- **AGREED** (unanimous) to delay the draft recommendation report for CPM046 & CPW133 to August 2022.

2 CPW134 Clarifications to default provisions

The Code Change Committee considered CPW134 '[Clarifications to default provisions](#)' which sought to correct cross referencing errors in the Default and Termination provisions.

Utilising its powers to delegate housekeeping changes to MOSL, the Code Change Committee:

- **AGREED** (unanimous) to delegate CPW134 to MOSL to submit the recommendation report directly to Ofwat
- **AGREED** (unanimous) the proposed plan for progressing CPW134

3 CPW129 – Review of Post RF Materiality Threshold

The Code Change Committee considered the draft recommendation report for CPW129 '[Review of Post RF Materiality Threshold](#)'. The change proposal sought to lower the materiality threshold for raising Post RF settlement runs, as the proposer considered the threshold to be inappropriately high and causing issues related to customer billing and degrading the customer's experience in the market.



The Code Change Committee:

- **AGREED** (4 against, 3 in favour¹) that CPW129 did not better facilitate the Principles of the Wholesale Retail Code (WRC)
- **AGREED** (4 against, 3 in favour) to recommend CPW129 be rejected by Ofwat
- **AGREED** (unanimous) the recommended implementation date of:
 - 26 August 2022, if Ofwat approval is received by 5 August 2022, or
 - 21 October 2022, if Ofwat approval is received by 30 September 2022

4 CPW105 Provisions of Information Obligation

The Code Change Committee considered the draft recommendation report for CPW105 '[Provisions of Information Obligation](#)' The change proposal sought to rationalise the Code Change Committee's involvement in the Provisions of Information obligation as outlined in the Market Terms.

The Code Change Committee:

- **AGREED** (unanimous) that CPW105 better facilitated the Principles of the Wholesale-Retail Code (WRC)
- **AGREED** (unanimous) to recommend CPW105 to Ofwat for approval
- **AGREED** (unanimous) the recommended implementation date of:
 - 26 August 2022, if Ofwat approval is received by 22 July 2022, or
 - 2 December 2022, if Ofwat approval is received by 11 November 2022

¹ The proposer for CPW129 was also a Code Change Committee member and therefore did not vote