

Code Change Committee 03

Headline Report

24 May 2022

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

1. Agenda Item 04 – Draft Recommendation Report – CPM048/CPW131 Suspending MPS Charges Pending Full Review of the MPF

The Code Change Committee considered the draft recommendation report for CPM048/CPW131 '[Suspending Market Performance Standards Charges Pending Full Review of the Market Performance Framework](#)'. The change proposal sought to suspend the invoicing and payment of Market Performance Standards charges 17, 18 and 19 until superseded by the reform of the Market Performance Framework (MPF), on the basis that a significant proportion of these charges were caused by factors outside the control of the Retailer.

The Code Change Committee:

- **AGREED** (7 in favour, 1 against) that CPM048 and CPW131 did not better facilitate the Principles of the Market Arrangements Code (MAC) and Wholesale Retail Code (WRC);
- **AGREED** (7 in favour, 1 against) to recommend that CPM048 and CPW131 be rejected by Ofwat; and
- **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.

2. Agenda Item 07 – Draft Recommendation Report – CPW070e Bilaterals Submissions and Clarifications

The Code Change Committee considered the draft recommendation report for CPW070e '[Bilaterals Submissions and Clarifications](#)'. The change proposal set out code amendments to deliver an enduring solution for how Trading Parties (TPs) should manage large volumes of

Bilateral Transaction Service Requests. The solution aimed to ensure TPs avoid 'stockpiling' and submitting large quantities of Requests simultaneously.

The change proposal also sought to make clarifications and housekeeping changes to previously approved code, in response to Trading Party feedback.

The Code Change Committee:

- **AGREED** (unanimous) that CPW070e better facilitated the principles of the MAC and the WRC;
- **AGREED** (unanimous) to recommend CPW070e to Ofwat for approval; and
- **AGREED** (unanimous) to recommend that, if approved, CPW070e be implemented on 2 August 2022, if Ofwat approval was received by 1 July 2022.