1.0 Reform Packages

- 1.1 **Base Case**: Mandatory Monthly Read requirement for all Advanced & Smart installations form 1st April 2018
- 1.2 **Reform Package 1**: Mandatory Monthly read requirement for all Advanced & Smart Metering installations from [Date to be confirmed]

Note: Whilst this is analogous with the Base Case we are seeking views on the relevant date of the obligation

1.3 **Reform Package 2**: Phased implementation from Mandatory Monthly [Phase 1] to Daily Read requirement [Phase 2] for all Advanced and Smart Installations

Phase 1 would be Mandatory Monthly read requirement for all Advanced & Smart Metering installations from [Date to be confirmed]

Phase 2 would be Mandatory Daily read requirement for all Advanced & Smart Metering installations from [Date to be confirmed]

1.4 **Reform Package 3**: Mandatory Daily read requirement for all Advanced & Smart Metering installations from [Date to be confirmed]

Straight to Daily with no interim Monthly step.

Note: This approach would need to address the Base Case

2.0 General

- 2.1 What lead time is needed for the introduction of mandatory daily readings?
- 2.2 Are there any system changes/ broader industry initiatives that would play into the implementation date options e.g. Smart Metering rollout, Nexus Go Live, Faster Switching etc.?
- 2.3 When could Reform package 2 and 3 be done?
- 2.4 Is there any benefit in looking at introducing a mandatory phased monthly / daily requirement e.g. consumption band, customer type?
- 2.5 What metering is required to facilitate the daily requirement (AMR, SMETs1 and SMETS2 etc.)

- 2.6 Would there be any technical issues with obtaining mandatory daily readings e.g. reduced battery life?
- 2.7 When we refer to daily should we specify / mandate class 3 / 2?
- 2.8 What frequency of submission would you use if you utilised class 3 i.e. would you look to send in all the date once a month or could you send packages of data in more frequently e.g. weekly?
- 2.9 Impact on central systems
- 2.10 Ability to support faster and more reliable switching
- 2.11 Impact on the Line in the Sand (LiTS)
- 2.12 Ability to manage increased number of exceptions
- 2.13 Systems ability to support Mandatory Class 2 & Class 3
- 2.14 Ability for central systems to manage increased volume
- 2.15 Role of the Performance Assurance Committee (PAC)
- 2.16 Impact on delayed RAASP

3.0 Costs

- 3.1 What differences in costs do you see between the various Reform Packages
- 3.2 What differences in costs do you see in assigning a meter point to Product Classes 2 and 3?
- 3.3 What are the costs for obtaining daily readings?
- 3.4 What system development costs would you face?
- 3.5 Would the system development costs vary depending on when the Reform Package was scheduled?
- 3.6 What costs would you face from submitting more frequent readings?
- 3.7 Would there be a cost or any issues associated with getting customer consent for additional data collection?

4.0 Benefits

- 4.1 Would there be a benefit from more accurate profiles?
- 4.2 Would any unallocated energy be more accurately allocated?
- 4.3 Would scaling factors become more accurate?
- 4.4 Would cost uncertainty be reduced?
- 4.5 Would risk premiums be reduced due to greater granularity of data?
- 4.6 Do you think there would be any impact to Unidentified gas?

- 4.7 Does your organisation factor in a risk premium due to inaccuracy in the existing arrangements? If so can you advise how much this is as a percentage of customers bills?
- 4.8 Do you think the market would be more attractive if new requirements are introduced?
- 4.9 Do you see any cash flow implications from moving to monthly / daily?
- 4.10 Do you see any credit benefits?
- 4.11 Would data quality improve?
- 4.12 Would there be any benefit in the shrinkage calculation or assumptions?
- 4.13 Does a greater understanding of market operation aide other initiatives such as Demand Side response, Gas to Power, Gas and Power market interaction