



DSC Change Budget - BP18

Agreeing the Budget Values

DECK VERSION 2

Revised in relation to UIG as agreed at ChMC 13 December 2017

Changes to initial pack are shown in red

Objective

Gain the agreement of the Change Management Committee for the BP18 DSC Change Budget Submission

Summary Forecasts Submitted into BP18

Area	Values in £ Thousands	2018/19	2019/20
DSC Change Budget		2,130	2,200
UIG Change		350.0	0.00
R2 (Imp. Jun '18)		440.8	0.0
R3 (Est Imp. Nov '18)		549.0	0.0
R4 (Est Imp. Jun '19)		640.7	355.0
R5 (Est Imp. Nov '19)		87.0	990.0
R6 (Est Imp. Jun '20)		0.0	355.0
Minor Releases		62.5	500.0

Area	Values in £ Thousands	2018/19	2019/20
Deferred Change		2,360	300
R2 (Imp. Jun '18)		156.9	0.0
R3 (Est Imp. Nov '18)		1,245.6	0.0
R4 (Est Imp. Jun '19)		520.0	300.0
Minor Releases		437.5	0.0

DSC Change Budget

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UIG Change		350.0	0.00
R2 (Imp. Jun '18)		440.8	0.0
R3 (Est Imp. Nov '18)		549.0	0.0
R4 (Est Imp. Jun '19)		640.7	355.0
R5 (Est Imp. Nov '19)		87.0	990.0
R6 (Est Imp. Jun '20)		0.0	355.0
Minor Releases		62.5	500.0

■ Planning Considerations:

- R1.1 forecasts as an input
- Assumptions about Capacity and Demand:
 - Capacity for delivery increases over time
 - Early bias toward Deferred Changes switching to DSC
 - Minor Releases to cater for items that are compatible with delivery outside a release (urgency and flexibility)
- R2 costs have since supported the model

DSC Change Budget

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R6 (Est Imp. Jun '20)		0.0	355.0
Minor Releases		62.5	500.0

- 2018/19:
 - R3 – bias toward ‘Deferred Change’; assumed RAASP in scope.
 - R4 – balanced between DSC & Deferred Change
 - R5 – Starting up; 100% DSC Change Budget
 - Minor Releases bias toward Deferred Change in order to close off this line of work.
 - An allowance for UIG work included (see slide 8)

DSC Change Budget

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R5 (Est Imp. Nov '19)		87.0	990.0
R6 (Est Imp. Jun '20)		0.0	355.0
Minor Releases		62.5	500.0

- **2019/20:**
 - R4 - balanced between DSC & Deferred Change
 - R5 & Minor Releases - 100% DSC Change Budget
 - R5 total expenditure tempered, aligned to the delivery of CSS Consequential Change and the allowance for Minor Release

DSC Change Budget

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Minor Releases		62.5	500.0

■ Other Points

- Change Priority, Release scope and costs is agreed with ChMC prior to commencing work.
- For Charging Statements the General Services % will be used except where known work items indicate a different approach. **UIG funding being an example.**
- Reconciliation is performed based on actual utilisation

UIG Work

- Initial view revised following:
 - Further consultation with industry
 - Further progress in the topic
 - Aspiration to have greater charge certainty for 18/19; and
 - Reflection that DSC CB was funded by DNs for 17/8
- Updated DSC Change Budget
 - £350k included to cater for UIG Change
 - Assumed to be change in service areas that are Shipper funded
- The values are based on:
 - Very high level estimates based on the potential scope items being discussed
 - No additional Gemini environment

Summary, Questions, Outcome

Objective:

- Gain the agreement of the Change Management Committee for the BP18 DSC Change Budget Submission

Area	Values in £ Thousands	2018/19	2019/20
DSC Change Budget		2,130	2,200
Deferred Change		2,360	300

Questions or Comments?

Appendix

Expanded Forecasts: DSC & Deferred Change Budgets

		FY2018											FY2019														
		Line Total (0,000s)	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	
R2 (Imp Jun '18)	DSC [74%]	£ 441	126	126	126	64																					
	DEF [26%]	£ 157	38	38	38	43																					
R3 (Imp Nov 18)	DSC [31%]	£ 549	40	59	80	80	80	80	60	40	30																
	DEF [69%]	£ 1,246	129	136	152	161	161	152	136	129	91																
R4	DSC [55%]	£ 996							71	100	115	120	120	115	95	95	95	70									
	DEF [45%]	£ 820							60	80	80	100	100	100	80	80	80	60									
R5	DSC [100%]	£ 1,077												87	102	116	116	120	116	116	116	102	87				
R6	DSC [100%]	£ 355																						98	128	128	
Minor Releases	DSC [56%]	£ 563										21	21	21	42	42	42	42	42	42	42	42	42	42	42	42	42
	DEF [44%]	£ 438	42	42	42	42	42	42	42	42	42	21	21	21													
Total per Budget	DSC	£ 3,980	1,780											2,200													
	DEF	£ 2,660	2,360											300													