

March 2023 Risk update

V1

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MARCH OBSERVATIONS

- 3 risks to review this month

LINE IN THE SAND



- **6% decrease** in Value at Risk across 2021-22.

Est VAR – Dec 2021 (GWh)	Est VAR – Dec 2022 (GWh)
Most Likely	Most Likely
~758	~711

- This difference is primarily impacted by a 0.02% decrease in the volume of no reads submitted by 4 years across PC3 and PC4 markets in the past 12 months.
- The count of MPRNs in PC3 and PC4 with reads not submitted by year 4 has remained relatively static which is reflected in the decrease in energy impact of the risk.



- Risk rating in register remains 5 (Highest priority).

- **PAFA Recommendation;** PAFA is monitoring Line In the Sand performance on an ongoing basis. Performance Improvement Plans (PIPs) for 2 Shippers are currently being monitored against milestones provided by these parties

TRANSFER READS



- **56% decrease** in Value at Risk across 2022-23.

Est VAR – Jan 2022 (GWh)	Est VAR – Jan 2023 (GWh)
Most Likely	Most Likely
~40	~18

- This difference is primarily impacted by the decrease in transfers occurring across the past 12 months by 47% and an increase in transfer reads submitted by 33%.
- This combined net effect is reflected in the decrease in energy impact of the risk.



- Risk rating in register remains 2 (Lower priority).

- **PAFA Recommendation;** No immediate actions required due to substantial reduction in Value at Risk (VAR) level. Review at next refresh point (June 2023)

REPLACED READS



- **11% decrease** in Value at Risk across 2022-23.

Est VAR – Feb 2022 (GWh)	Est VAR – Feb 2023 (GWh)
Most Likely	Most Likely
~2.3	~2.1

- The average use of replacement readings has decreased by 4% from February 2022 to February 2023 which is reflected in the decrease in energy impact of the risk.



- Risk rating in register remains 1 (Lowest priority).

- **PAFA Recommendation**; No immediate actions required at this juncture due to the decrease in respect of the Value at Risk (VAR). Review at next refresh point (June 2023)

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