

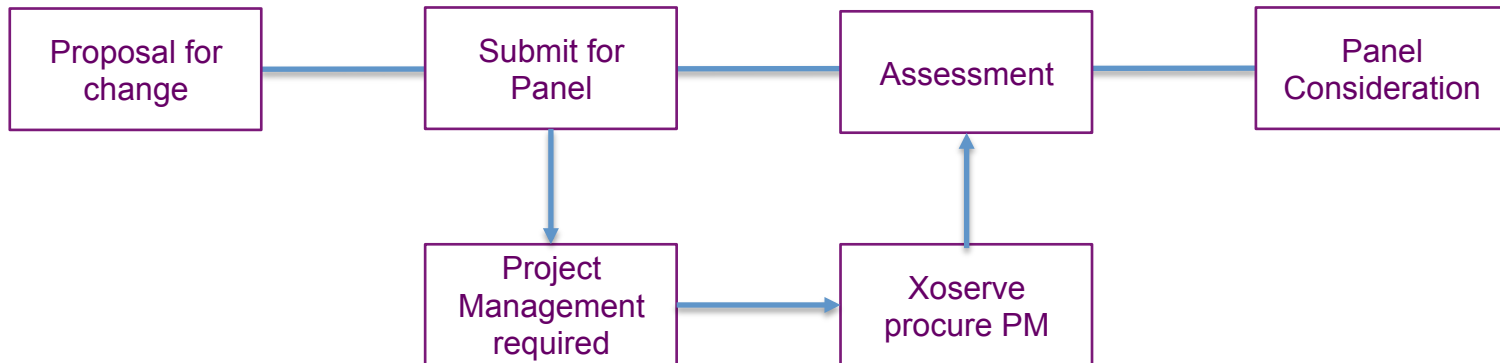
Potential process for appointing Project Manager organisation

In response to Ofgem CGR3 direction

Existing Process



Potential Process



Modification Rules would need to be amended to:

- Introduce the vires for Panel to decide that PM is required
- Identify the criteria against which a change would be assessed
- Define the process and timings

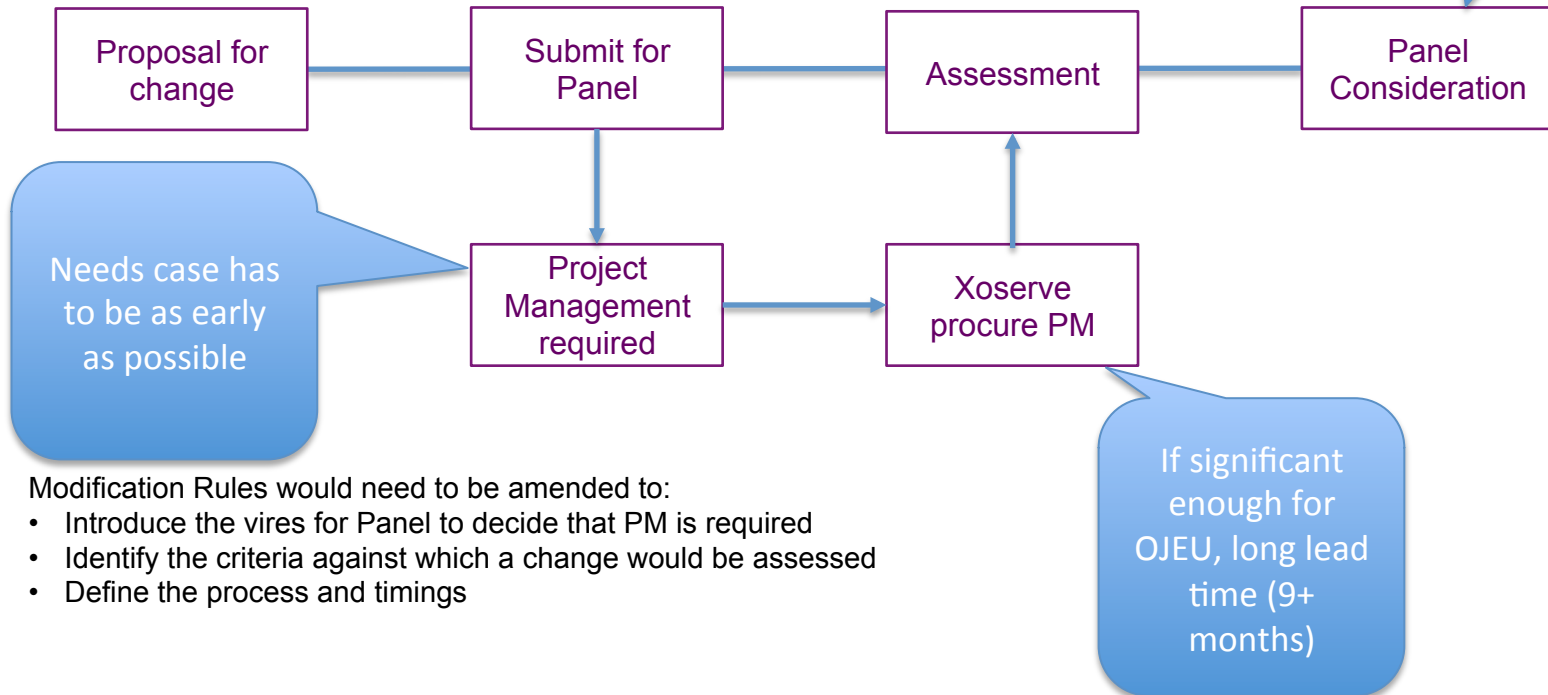
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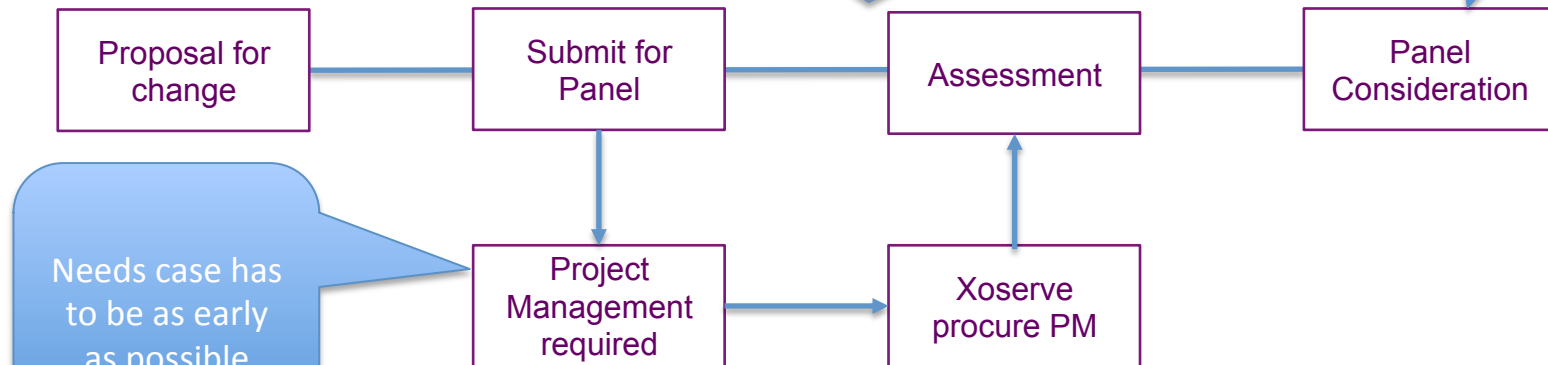
Questions:

1. Is it reasonable/reasonable to identify a PM needs case early, potentially ahead of full definition of a change?
2. Since a change is uncertain until approved, how should the costs of aborted procurement exercises be treated?
3. How would the conflict between being the client (for the PM) and the systems delivery body be addressed?

Panel
Cons

Total 'cost to change' is available

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If significant enough for OJEU, long lead time (9+ months)