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| Meeting Session | DCUSA Panel |
| Meeting Date | 16 November 2016 |
| Paper Reference | DCUSA Panel 125 03 Ofgem's CGR3 Final Proposals |
| Action | Information |

Project Update – Ofgem's CGR3 Final Proposals

1. Synopsis

- 1.1 This paper provides the DCUSA Panel with an update on the status of implementing requirements put forward by Ofgem within its Code Governance Review Phase 3 (CGR3) Final Proposals.

2. Background

- 2.1 On 31 March 2016, Ofgem set out its Final Proposals as part of CGR3. The third phase of the review has sought to review the effectiveness of the key measures introduced under previous phases of the CGR, in order to identify further reforms.
- 2.2 The reforms put forward by Ofgem seek to both ensure that the governance arrangements of all industry codes deliver both non-material self-governance changes and more complex changes in an efficient and timely way and that the governance arrangements also promote transparency and accessibility for all industry participants.
- 2.3 This paper is a standing agenda item to provide the Panel with monthly project updates and any considerations for the Panel to progress the CGR3 outcomes. An updated DCUSA CGR3 Action Plan has been provided as Attachment 1 of this paper.

3. Project Update

- 3.1 The following sections provide a high-level overview of progress made in respect of delivering the CGR3 Final Proposals, since the October Panel Meeting.

Ofgem Update on Cross Code Survey
- 3.2 At the September Panel meeting, the DCUSA Panel noted that Ofgem will be conducting the Code Administrators survey using an independent research agency Future Thinking.
- 3.3 On 09 September 2016, Ofgem issued an invitation to Panel members to participate in the code administrators survey. It was noted that prior to finalising the survey, Future Thinking will carry out a small number of telephone interviews with relevant parties and the resulting draft survey will be available for comment by code administrators, code panels and the industry via the Ofgem website. A Panel member agreed to be contacted by the third party during the initial stages of the survey.
- 3.4 Ofgem has issued a consultation on their survey questionnaire with a deadline of 11 November 2016.

Self-Governance Guidance

- 3.5 At their meeting in November the Code Administrators reviewed and approved the Cross Code Self-governance document. This document will act as a guidance across all the codes to help proposers assess whether their Change Proposal should follow the self-governance path. Appendix A of the document will provide a link to the specific Code administrator guidance template.
- 3.6 The approved Cross Code Guidance with the DCUSA guidance document specific to the DCUSA Change Process have been provided as Attachment 2 and Attachment 3. The documents will be uploaded to the DCUSA Website.

4. Recommendations

- 4.1 The DCUSA Panel is invited to:
- **NOTE** the contents the contents of the paper and the updated DCUSA CGR3 Action plan; and
 - **AGREE** that the Cross Code Self-governance document is added to the DCUSA Website.

5. Attachments

Attachment 1 – DCUSA CGR3 Action Plan

Attachment 2 – Cross Code Self-governance document

Attachment 3 – DCUSA Self Governance document

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