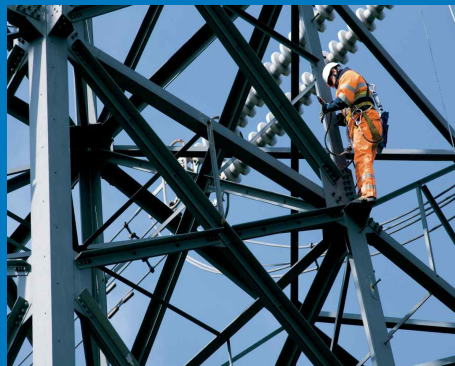
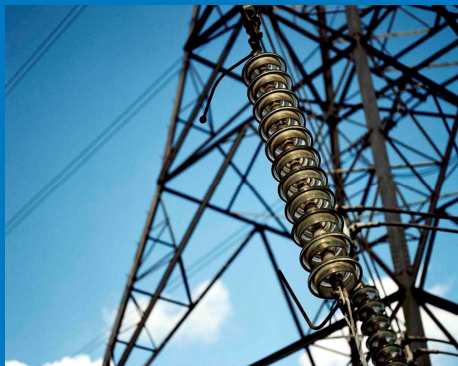


Code Governance Review (Phase 2)



GCRP - 17th July 2013

Damien McCluskey

Impact on the Grid Code...

Ofgem's Final Proposals seek to introduce the following into the Grid Code Modification Process;

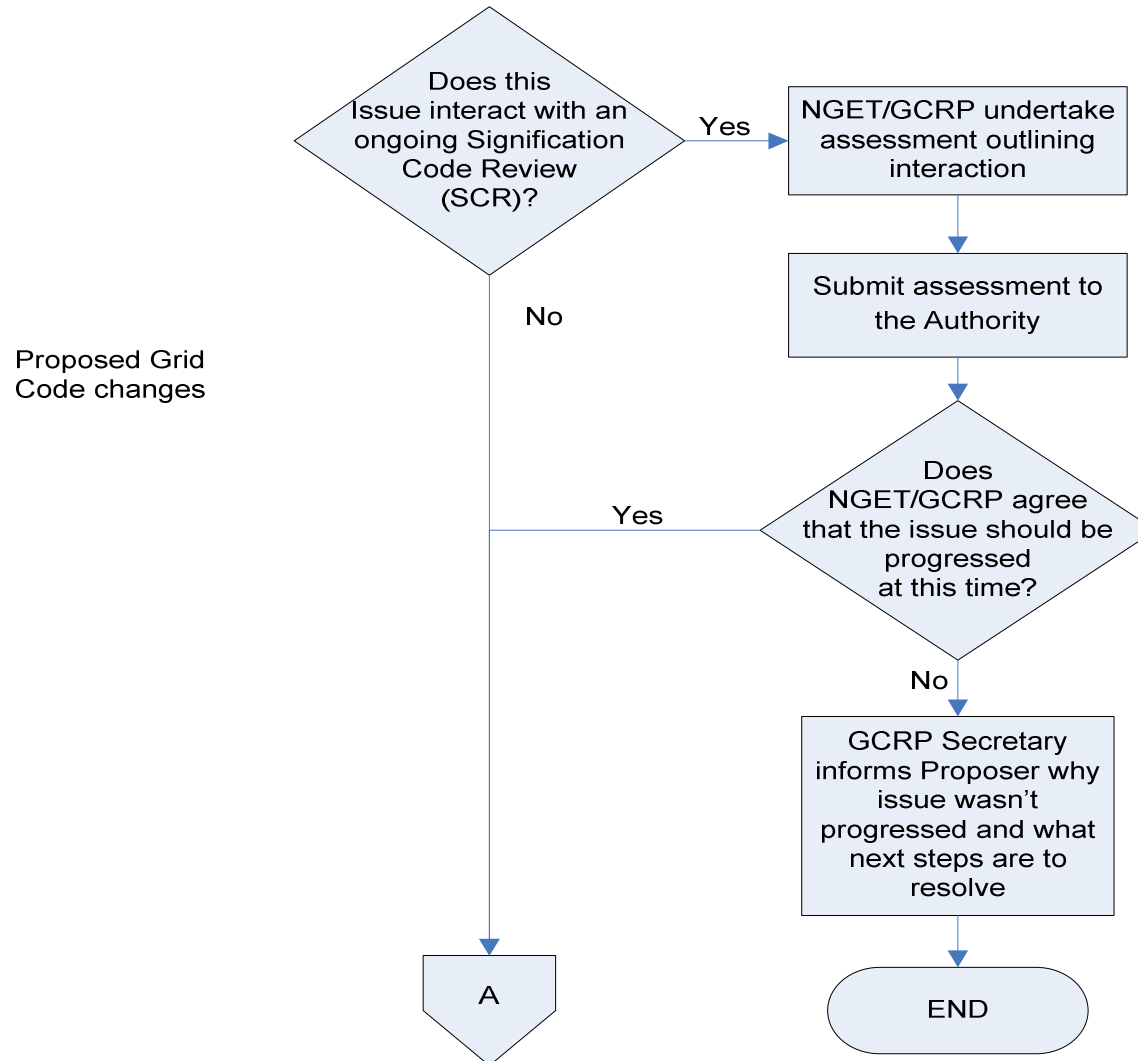
- 1) The Significant Code Review (SCR)
- 2) Role of Code Administrator and Code Administration Code of Practice (CACoP)
- 3) Send Back Process

The Significant Code Review (SCR)

Industry Consultation GC0071

- SCR is a code review process initiated and led by the Authority.
- When a proposed GC change is raised during a SCR (unless exempted by the Authority) NGET/GCRP will assess whether the proposal falls within scope of the SCR and will submit an assessment to the Authority.
- The proposal will proceed unless directed otherwise by the Authority, however the Authority may at any time direct that a proposed GC change made during a SCR phase be withdrawn or suspended if it deems that it falls within scope.
- Any GC changes raised as a direct result of an Authority direction will progress through the normal GC governance process, with the exception that it cannot be withdrawn without the Authority's prior consent.

Process Diagram



Next Steps...

- Do you support the proposed implementation approach?
- Do you have any additional comments on the legal text?
- Seek approval from the Panel to progress to Industry Consultation for a period of 20 business days?



Role of Code Administrator and Code Administration Code of Practice (CACoP) nationalgrid

Industry Consultation GC0072

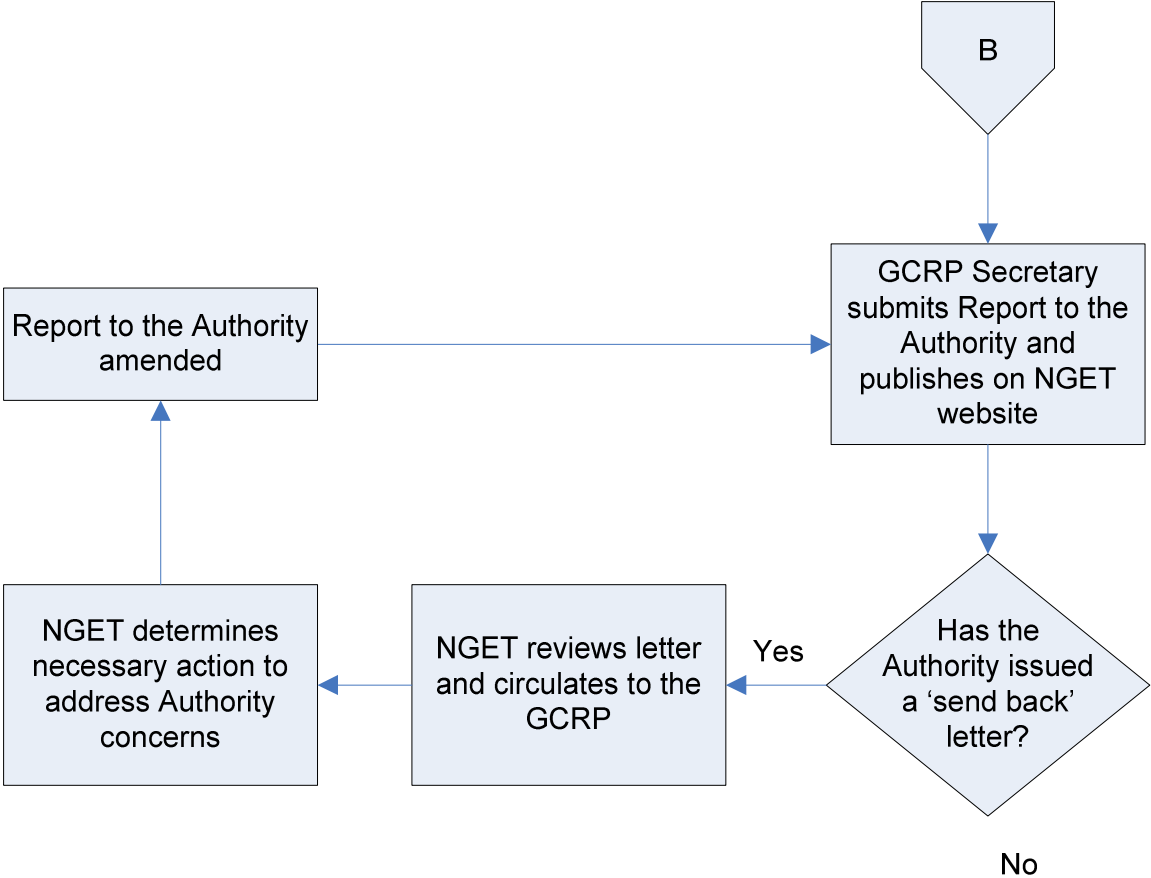
- NGET to carry out the duties & functions of Code Administrator role, and the GCRP shall ensure it undertake its functions consistently with the Code Administration Code of Practice.
- Code Administrator duties include, helping to remove barriers by allowing market participants access to the GCRP and providing knowledge around how GC changes could potentially impact them (Critical Friend).
- CACoP sets out the principles that apply when amending the Codes and Modification Process. Where inconsistencies or conflicts exist between the GC and the CACoP, the GC will take precedence.

Send Back Process

Industry Consultation GC0073

- This process seeks to enable the Authority to formally Send Back a report to the Authority to NGET in circumstances where the Authority considers that it is unable to form a decision based on the content of the report.
 - NGET will decide on the level of analysis and consultation required.
 - NGET will agree an appropriate timetable for meeting its obligations.
 - NGET will consult with the GCRP where appropriate.

Process Diagram



Timetable for Implementation

01 May 2013	Issue Proforma raised
15 May 2013	Issue Proforma presented to the GCRP
03 July 2013	Draft Industry Consultation raised
17 July 2013	Draft Industry Consultation presented to GCRP
18 July 2013	Industry Consultation issued
16 August 2013	Deadline for responses
12 September 2013	Final report sent to Authority for decision
17 October 2013	Indicative Authority Decision due (based on 25 day KPI)
31 October 2013	Modification Proposal Implemented