



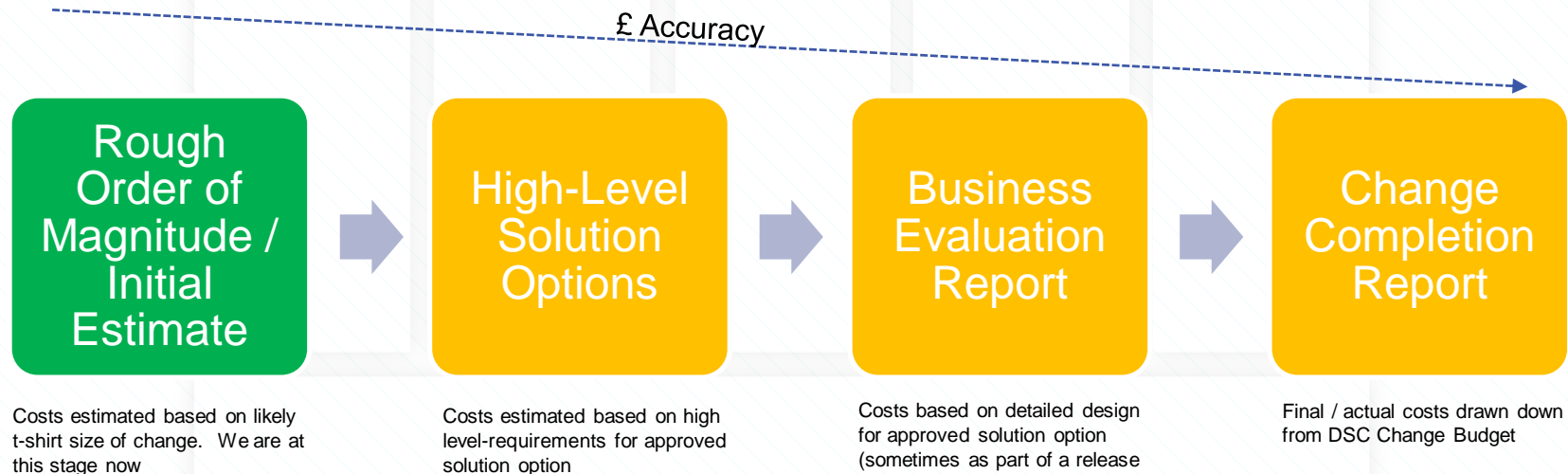
DSC Change Budget BP21

Background

- Each year ChMC is tasked with recommending a DSC Change Budget for the coming financial year
- The recommendation is presented to CoMC for consideration and, in the event of approval, insertion into the wider Business Plan (BP)
- The budget is an estimate of how much money each constituent may need to fund customer changes the CDSP is either obliged (i.e. regulatory change) or requested (value add) to deliver
- As with any budget, there are 'known' costs that are highly likely to be require funding and 'as yet unknown' costs which need to be accounted for
- The budget recommendation is required today to meet the wider business plan timeline

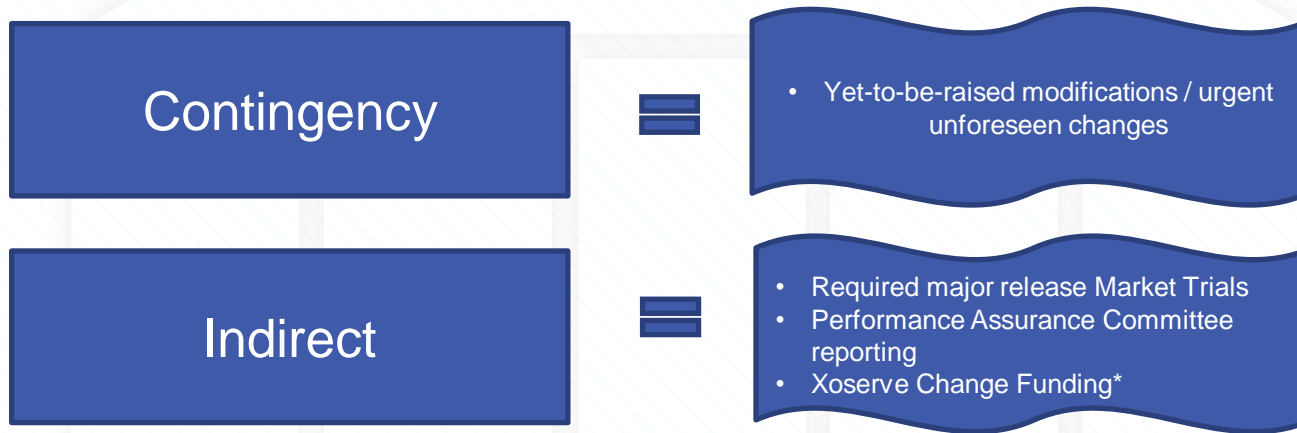
Method for deriving 'known' costs

- More focus has been applied to this years method of revealing the 'known' costs at a more granular level and also to how the budget can help deliver change with more fluidity where appropriate. Discussions with each constituency have taken place as to the pipeline of change
- Given that capture is still outstanding on the majority of changes that will / may need to be delivered during the relevant budget period, the associated costs of the known changes are high-level initial estimations that *will change* and become more accurate as we move through the capture process:



Unknown / 'indirect' costs

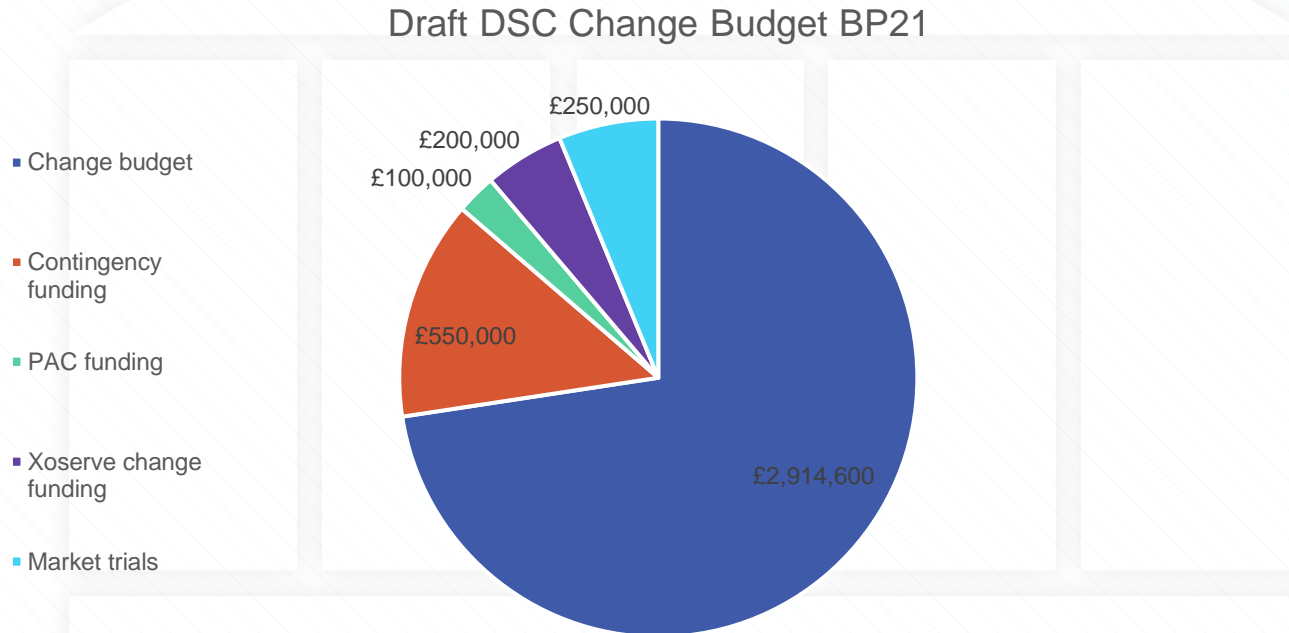
- Along with known costs being estimated, it is proposed that ChMC has money set aside for 'as-yet-unknown' and indirect change. These costs (derived from historic trends and discussions with PAC) are shared out between constituencies based on relative % split of wider budget



* The 'Xoserve Change Fund' is being proposed so that the CDSP can move to address UK Link improvements with greater fluidity. This proposition would provide the CDSP with the opportunity to deliver central system improvements outside of the major and minor release schedule in a fully transparent manner

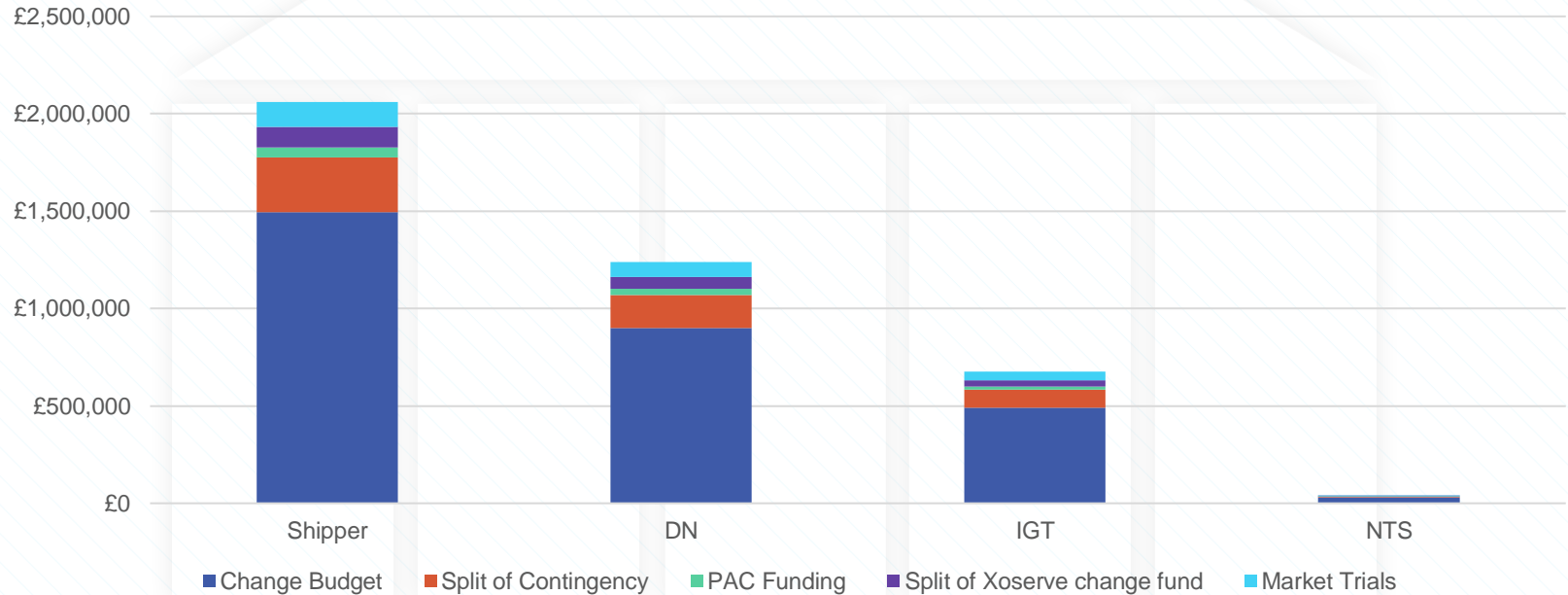
Combined Draft BP21 Change Budget

- Constituency discussions have provided Xoserve with a steer as to what is required / desired for delivery using BP21 funds. This has driven out a requirement for a total budget of £4m broken down as shown in the pie chart below:



Constituency View

Draft DSC Change Budget



BP21 Timeline

