

Draft modification – transfer of class 2 and 3 supply points with low read submission

Key points to date

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Key points following recent updates

- **Shipper obligation** - Read performance below the UNC target submission levels over a certain length of time ([2] months – changed from [4]) would trigger an obligation for shippers to move supply points in their class 2 or 3 population.
- **Supply point not portfolio level** - Supply points would have to be transferred until the affected shipper portfolio reached the UNC target (97.5% for class 2; 90% for class 3).
- **CDSP obligation** - Where shippers did not action the above within [1] month, a further obligation would be triggered for the CDSP to move supply points from the relevant daily read class into class 4. Explicit business rules added to guide CDSP's choice of supply points (selected by individual read performance and rolling AQ).
- **Incentive charge** – Incentive charge to be applied, would be applicable to 'moved' supply points, using formula - $\text{Sum of AQ} * (\text{Applied Class 2/3 AUGE weighting factor} - \text{Relevant Class 4 AUGE weighting factor}) * \text{Estimated UIG for period}$.
- **Trialling exemption** – an exemption for a lower number of supply points has been added to allow shippers the opportunity to 'live trial' functionality.