

December Risk update

V1.0

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DECEMBER OBSERVATIONS

- Overall risk values have decreased for those presented, however there are some areas for PAC awareness and attention.
- Risk ratings have remained the same for all but one risk presented.
- One Risk required re-opening following further risk analysis and a steep upward swing in risk value.
- Areas for further investigation are required and PAFA will continue to do this and report back any mitigations needed to PAC.

UNREGISTERED SITES



- 42% decrease in Value at Risk over 2020-21.
- Primarily impacted by the number and average size of AQs identified year on year.
- The number of sites has decreased by 19%. There has been an decrease of 28% in site average AQ which is reflective in the decrease in energy impact of the risk.



- Risk rating in register remains 1 (lowest priority).
- **PAFA Recommendation;** Carry out further investigations in the data. No PAC action required at present.

SHIPPERLESS SITES



- 51% decrease in Value at Risk across 2020-21.
- Primarily impacted by the number and average size of AQs identified year on year.
- The average number of sites has decreased around 48%. There has been a decrease of around 5% in site average AQ which is reflective in the decrease in energy impact of the risk.



- Risk rating in register remain 1 (lowest priority).
- **PAFA Recommendation;** Continue to monitor outputs from Shipperless and Unregistered Workgroup and report back any initiatives/action important to Settlement risks.

METER BYPASS



- 19% decrease in Value at Risk across 2020-21.
- Primarily impacted by reduction in the number of issues and size of issues remaining similar that have been identified in January 2021 compared to September 2021 which is reflective in the decrease in energy impact of the risk.



- Risk rating in register remain 3 (mid-level priority).
- **PAFA Recommendation**; The work of Xoserve to address these issues has helped with lowering the risk levels. This work is encouraged before recommendations are made to PAC on further mitigations as mid-level priority.

DRIFT



- **10% increase** in Value at Risk across 2020-21.
- The count of Class 1 and 2 Check reads not received within last year has increased by 4%, alongside an increase in the average AQ of 8%.
- The count of Class 3 and 4 Check reads not received within last year has increased by 20%, with the average AQ remaining the same.



- Risk rating in register remains 2 (low priority).
- **PAFA Recommendation;** Risk remains low priority and should remain a watching brief whilst PAC pursue other areas of targeting.

LINE IN THE SAND



- **94% increase** in Value at Risk across 2020-21.
- Primarily impacted by the increase in percentage of no reads submitted by 4 years across Classes 3 and 4 in the past 12 months.
- The count of MPRNs in Class 3 and 4 with reads not submitted by year 4 has increased by 0.5% which is reflective in the increase in energy impact of the risk.



- Risk was previously closed. Risk rating should be 5 (High Priority).
- **PAFA Recommendation;** Reopen the risk on the register and PAFA to look at PAC mitigations for this risk to bring back to January 2022 meeting.

TRANSFER READS



- 42% increase in Value at Risk across 2020-21.
- Primarily impacted by the increase in transfers occurring the past 12 months by 42% and a drop in transfer reads submitted by 4%.
- This combined net effect is reflective in the increase in energy impact of the risk.



- Risk rating in register remain 2 (low priority).
- **PAFA Recommendation**; PAC may want to address the levels of transfer reads submitted as transfers raise, particularly in the current climate. Although relatively low priority risk value.

REPLACED READS



- 4% decrease in Value at Risk across 2020-21.
- The average use of read replacement has decreased by 4% from September 2020 to September 2021 which is reflective in the decrease in energy impact of the risk.



- Risk rating in register remain 1 (lowest priority).
- **PAFA Recommendation;** Low rated risk that has decreased. Asses again at next refresh of the risk but no action required at present.

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