

Modification 0664 – outline of
amendments
(UIG Workgroup 29th April 2019)

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Changes to Modification 0664

Reasons for change:

- Transfer component too punitive.
- Problems with soft landing concept.
- UIG repayment inconsistent (dependent on AUGE weighting factor direction of travel).

Changes:

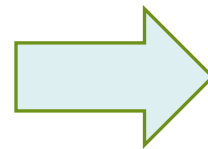
- Component 1: MPRN level supply point transfer (poorest performing supply points).
- Component 2: Incentive charge mechanism – aligned to a central methodology.

Mod 0664 proposed way forward

Component	Component 1 – Settlement class entry checks		Component 2 – Poor performance class transfer			Component 3 – Incentive charging		
Solution Option	A - Entry performance benchmark	B - Soft landing	C - Tranches	D - Whole portfolio	E - MPRN level movement	F - UIG Repayment	G - UIG Incentive tariff	H - Over-arching incentive mechanism
Description	Small tranche of trialling MPRNs is allowed without obligation. Performance must be met to add more sites.	Initial three month period following entry to the class with a lower read submission performance target.	Poor performing portfolios to be moved in tranches.	Xoserve to move shipper's whole portfolio when performance breached.	Read performance to be calculated at MPRN level. Lowest performers to be moved automatically.	Mechanism for poor performers to repay any gains in UIG.	Additional price mechanism to be added to existing UIG arrangements.	Uses the same incentive mechanism as other classes.
Previously in mod 0664?		✓ <input type="checkbox"/>		✓ <input type="checkbox"/>		✓ <input type="checkbox"/>		

Proposed changes

Current mod solution probably too punitive (moving whole portfolio), plus issues with the UIG repayment mechanism



E – MPRN level movement

H – Over-arching incentive mechanism (align with a central methodology)

Mod 0664 – MPRN level transfer proposed component

- To assess read performance at MPRN level for worst performing sites.

	MPRN 1	MPRN 2	MPRN 3	MPRN 4	MPRN 5	MPRN 6	MPRN 7	MPRN 8	MPRN 9	MPRN 10
Day 1	1								1	
Day 2	1	1							1	
Day 3	1	1				1			1	
Day 4	1	1							1	
Day 5	1	1				1	1		1	
Day 6	1	1					1			
Day 7	1	1			1	1	1			
Day 8	1	1					1			
Day 9	1	1				1	1			
Day 10	1	1					1			
Day 11	1	1				1	1			
Day 12	1	1					1			
Day 13	1	1				1	1			
Day 14	1						1			
Day 15	1					1	1			
Day 16	1						1			1
Day 17	1					1	1			1
Day 18	1						1			1
Day 19	1					1	1			1
Day 20	1						1			
Day 21	1						1			
Day 22	1						1			
Day 23							1			
Day 24	1					1	1			
Day 25	1					1	1			
Day 26	1					1				
Day 27	1					1				
Day 28	1					1				
Day 29	1									
Day 30	1									
Day 31										
Total	29	12	0	1	14	21	0	5	4	0
Percentage	93.55%	38.71%	0.00%	3.23%	45.16%	67.74%	0.00%	16.13%	12.90%	0.00%