



Performance Assurance Committee

Update on UNC674

9th June 2020

TPD V16

Governance – OFGEM
(via UNC Mod process)

Parties subject to new Performance Assurance Objective & Principles
Provision of authorities to the PAC (with protections)

Defines new UNC terms for PAC constitution (per 'GT D4' for DSC)

Performance Assurance Committee section

- One-stop section with all necessary references
- Definitions, PAC Terms of Reference, Constitution, Appeals, etc

Performance Assurance Framework Document

- Defines this PAC governed document (does not duplicate its contents)

GT B4

Governance – OFGEM
(via UNC Mod process)

PAC carve-out from 4.3.1 and 4.4.2

- PAC cannot 'cease to be established' by UNCC vote alone.
- Parties are obliged to provide information requested by PAC for PA purposes

PAF Document

Governance – PAC

Performance Assurance Framework Document incorporating:

- PAFA scope, schedule of services, appointment, risk approach
- PATs (Performance Assurance Techniques), PARR, procurement
- Annual PAF Budget, Review, Plan and Consultation

Summary of UNC674

Main developments:

- (i) Introduce the Performance Assurance Objective of timely, accurate & equitable Settlement
- (ii) Introduce obligation that Parties' acts & omissions must contribute to achievement of PAO
- (iii) PAC to be constituted as an autonomous UNC sub-Committee (similar to DSC under GT D4)
- (iv) Allow PAC to raise a modification for performance-related proposals
- (v) Move PARR and Risk Register from V12 to PAC-governed PAFD
- (vi) Clarify that CDSP falls under PAC jurisdiction for performance failure (DSC 3.5)
- (vii) Carve-out from GTB 4.4.2 obliging Parties to provide info requested by PAC for PA purposes
- (viii) Indemnify individuals from PAC, PAFA, CDSP against litigation for legitimate workings of PAC
- (ix) Parties to name a Performance Assurance Party single point of contact
- (x) PAFD contains the PA techniques (inc. peer comparison, referral to OFGEM & appeals)
- (xi) PAC can determine on any act or omission that impacts achievement of the PAO (whether UNC prescribes, proscribes or is silent) and request performance improvements accordingly
- (xii) PAC can set up a sub-Committee if it deems necessary