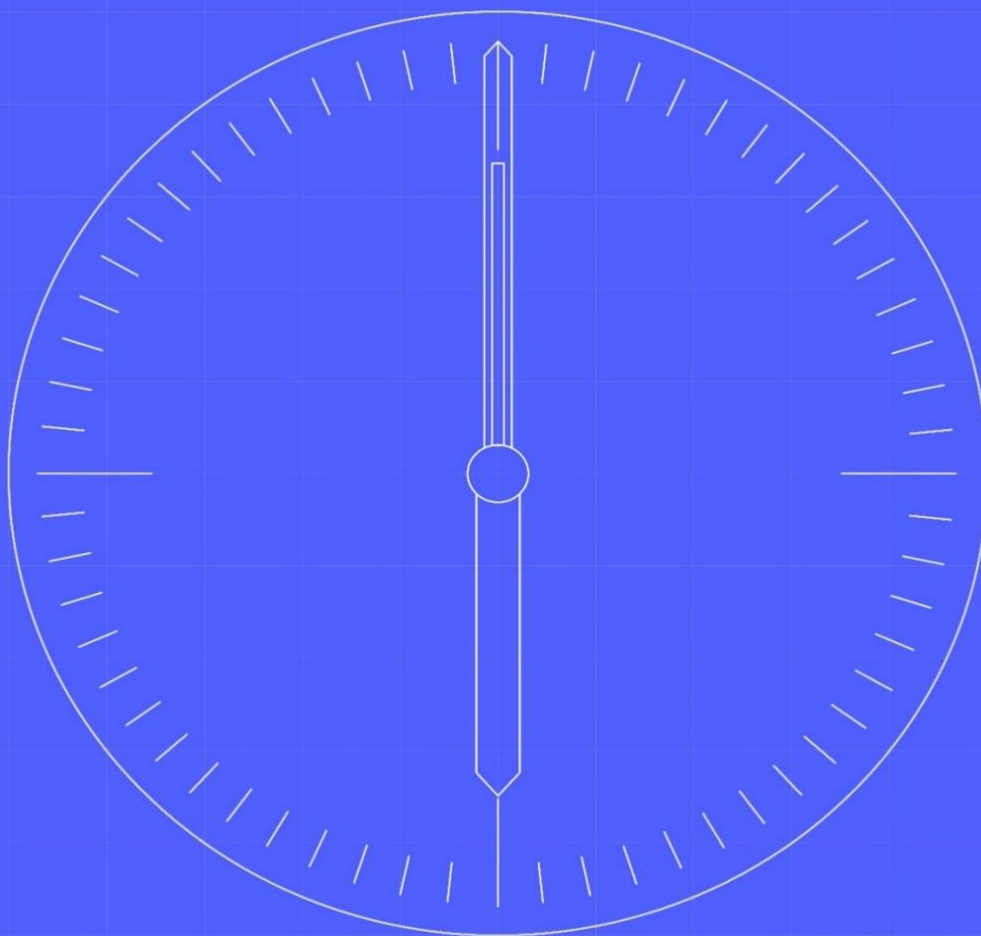


M16 – RF Decision Making Criteria



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1.1 Change Record

Date	Author	Version	Change Detail
26 June 2026	MHHS Programme	0.1	Initial Draft
30 June 2026	MHHS Programme	1.0	Published Draft

1.2 Reviewers

Reviewer	Role
Warren Fulton	Head of MHHS Programme

2 Introduction

The Settlement Timetable Expert Group (STEG) was constituted to support the assessment as to whether the reduction in Settlement Timescales mandated by the Ofgem Final Impact Assessment of 2021 and subsequent Transition Design of 2023 can take place without impacting Settlement Integrity. This was a check mandated by the Transition Design.

STEG determined a set of criteria should be created to allow this assessment at each of the three key decision points i.e.

1. Reduction of RF to 7 Months
2. Reduction of RF to 4 Months
3. Reduction of SF to 7 Working Days
4. Reduction of R1 to 29 Working Days
5. Reduction of DF to 20 Months

The first phase has developed decision criteria to be applied points 1 and 2. Subsequent activity will be undertaken by STEG to define the criteria for the change to the SF, DF and RF runs.

2.1 Decision Criteria – Change RF to 7 Months

Reduction in RF to 7 months should be applied to the Settlement Timetable from the Settlement Date of 01 October 2026 onwards, if:

the settlement performance monitoring metric shows less than 1 per cent change in the settlement volume delta (by Measurement Class, excluding UMS Measurement Classes B and D) from R3 to RF, This is an absolute value, averaged over the last four quarters by Measurement Class (the last 4 quarters delta volumes will be shown).; and

Migration Completion Level > 60% OR Migration Completion level between 50% and 60% with endorsement from MCAG following review of MCC Migration Completion assessment.

2.2 Decision Criteria – Change RF to 4 Months

Reduction in RF to 4 months should be applied to the Settlement Timetable from the Settlement Date of 01 April 2027 onwards, if:

the settlement performance monitoring metric shows less than 1% change in the settlement volume delta (by Measurement Class, excluding UMS Measurement Classes B and D) from R2 to RF. This is an absolute value, averaged over the last four quarters by Measurement Class (the last 4 quarters delta volumes will be shown); and

Migration Completion Level > 90% (noting this decision is taken later).

2.3 Decision Chorography

- Monitoring Data appropriate to the Decision Criteria will be presented to STEG.
- STEG will consider the monitoring data and apply the decision criteria.
- Where STEG deems the criteria have been met a recommendation will be passed to MCAG for approval of the relevant Settlement Calendar change.
- Where STEG deems the criteria have not been met, a recommendation to reject will be passed to MCAG for ratification.
- In addition, STEG will consider any shortfalls and will make a recommendation as to the soonest point the decision can be revisited with an expectation the criteria can successfully be met. This also will be passed to MCAG for approval.
- MCAG Approval will be scheduled to be no less than two weeks ahead of the first Settlement Day Impacted by the decision to allow appropriate industry notification processes to be undertaken.