

Open Governance and proposals for 2022

Advisory Group Session (18 Aug 21)

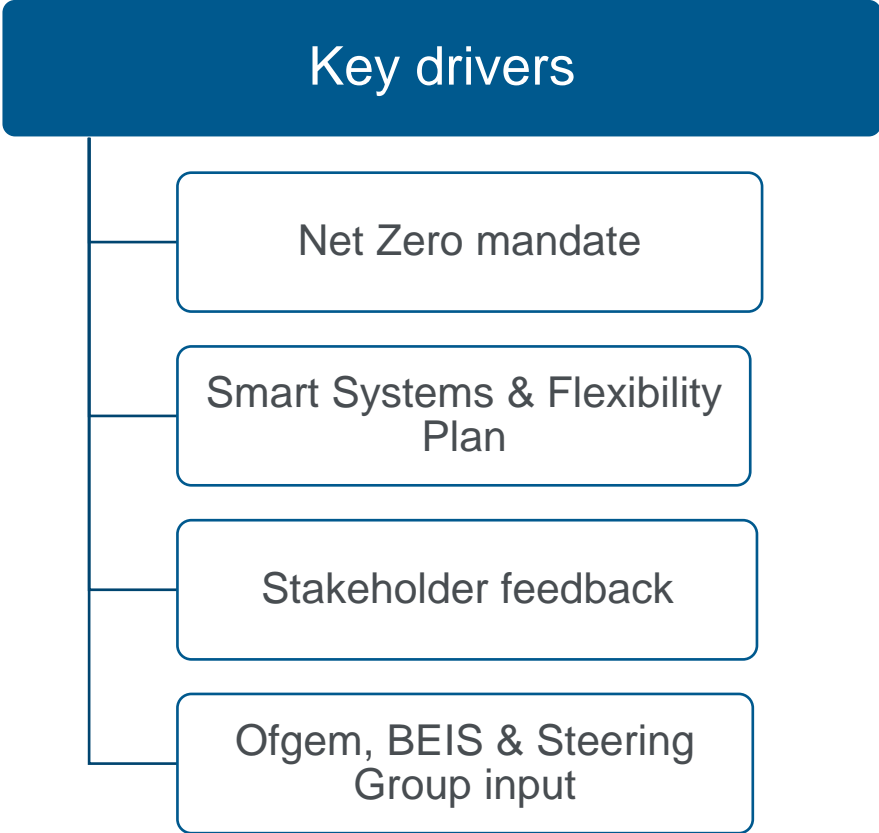
Farina Farrier – Head of Open Networks

Sotiris Georgiopoulos – Open Networks Chair

Background and context

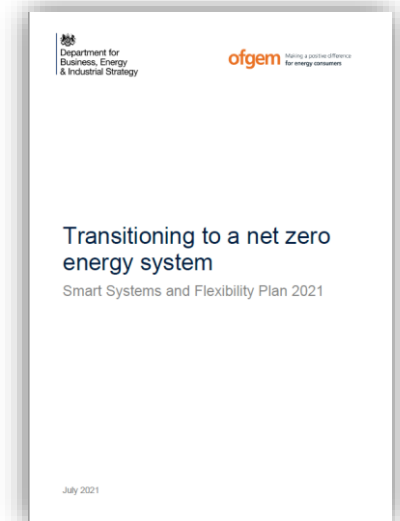
As part of the scope for 2021, Open Networks (ON) is exploring ways to work more collaboratively with the industry to deliver change proposals.

We are presenting our latest thinking on proposals for next year and would welcome your feedback.



Key drivers - Net Zero & Smart Systems Plan

- Flexibility is a key enabler for helping us deliver UK's net zero targets efficiently. A shift to net zero will require changes to governance and markets.
- This Plan gives Open Networks (ON) a clear mandate to deliver the fundamental building blocks for developing these flexibility markets in a coordinated way.
- Actions in the Plan require Open Networks to deliver a common framework for flexibility by 2023.
- In order to deliver this, we want to ensure that we are set up in the best possible way to work with the industry. As part of our work on Open Governance, we are looking at how we can enable more collaboration as this will be essential to delivering a fit-for-purpose common framework for flexibility.



Key drivers - Stakeholder feedback

- ON has engaged closely with stakeholders over the years through forums and channels such as the Advisory Group, consultations and workshops. This has worked well to date but we believe that more will be needed next year.
- Feedback from stakeholder groups tells us that there is an appetite for greater collaboration, particularly on flexibility proposals.
- This will be particularly important in 2022 as Open Networks progresses further along its standardisation journey.

“Future plans to ongoing product governance should aim to facilitate change with industry involvement, drawing on stakeholders’ expertise across the industry.”

*Renewable UK
2021 PID Consultation feedback*

“We believe that Open Networks can do even more to engage and collaborate with non-network operators to deliver commercial and technical solutions to many of the problems being addressed by the Open Networks Project. We would like to see Open Networks work more with flexibility providers...”

*E.ON
2021 PID Consultation feedback*

Open Networks Challenge Group

- We kicked off with an incremental approach this year, starting with User Forums and intend to build on this approach.
- An Open Networks Challenge Group is being proposed for 2022 that gives interested stakeholders further opportunity to engage with key developments and to challenge and shape them.
- The Challenge Group would sit alongside the Steering Group and would be chaired by an independent representative that would also represent this group at the Steering Group.
- The Challenge Group would be setup via an open call for nominations.
- The Challenge Group would shape the direction of the project and provide a challenge function to its work. This group would:
 - ✓ Shape the project workplan
 - ✓ Challenge & review key areas of development
 - ✓ Facilitate stakeholder engagement within their areas

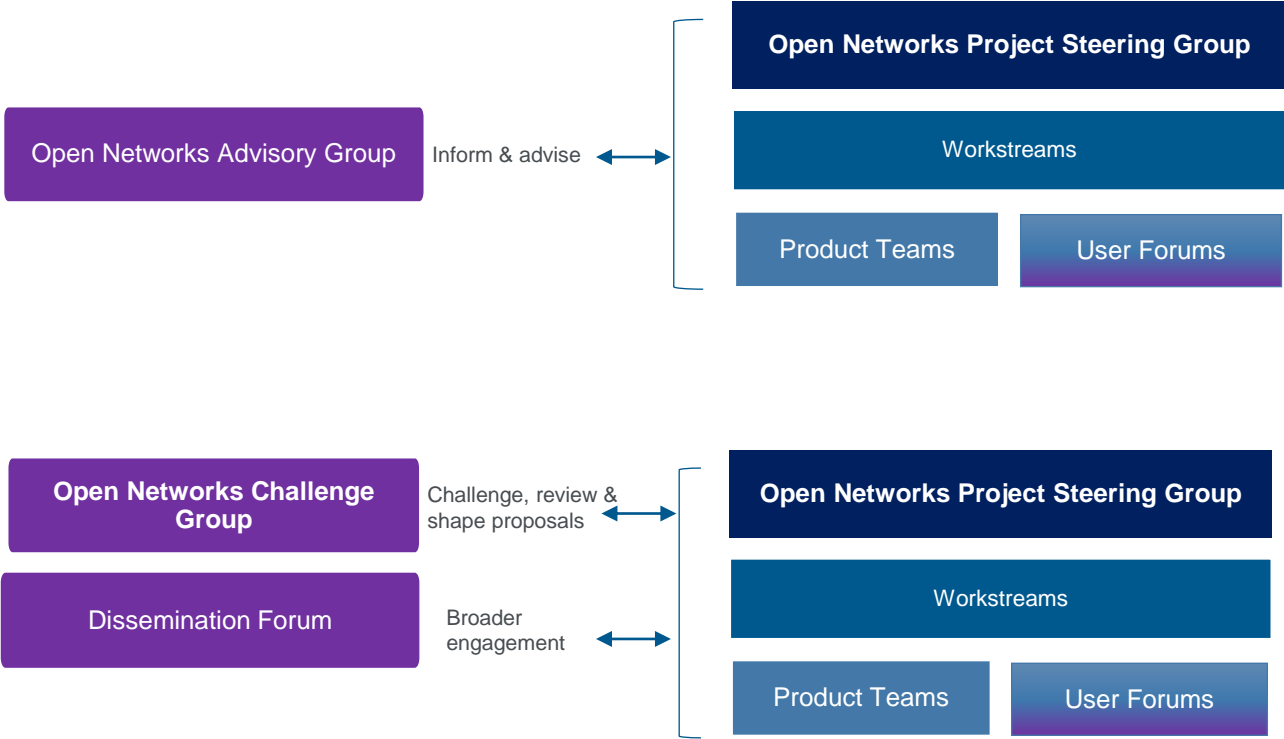
How this fits into our Governance

Current Approach

Worked well to date. Advisory Group currently has over 40 representatives. Levels of engagement and input vary across different stakeholder groups.

2022 Approach

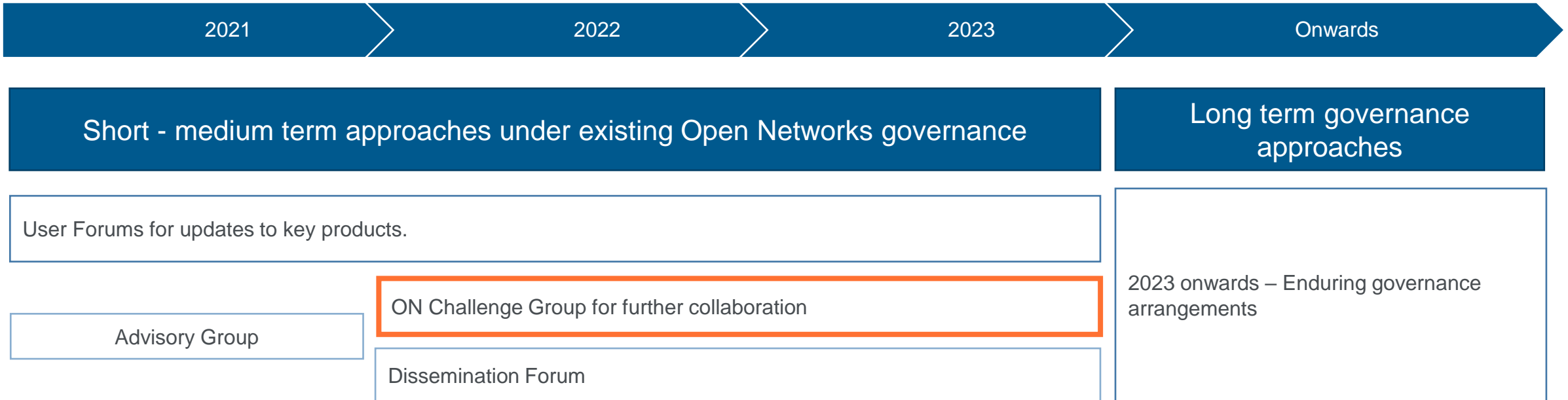
Increased role for Challenge Group, supplemented by dissemination group for broader engagement and input.



Interest in joining CEM User Forum in 2021 has been limited.

Propose to keep option open for User Forums in 2022 and if there is sufficient interest, a User Forum approach can then be taken to deliver the products.

Summary of proposals



*Notes: **ON and the proposals for Open Governance are complimentary to code change processes.** ON supports the initial development of proposals and once these are well defined, they can then be codified via code governance processes or formalised via Engineering Recommendations and standards.*

Next steps including 2022 scope development

Jun	Jul	Aug	Sep	Oct	Nov	Dec	Q1 2022
Design Governance Arrangements & Define Scope				Setup ON Challenge Group		Kick-off	Finalise PID
Develop governance approach		Develop processes & TOR		Call to Industry & Scope consultation	Review nominations & feedback on scope Finalise representation & notify	Kick off ON Challenge Group	ON Challenge Group to input into 2022 PID.
Define high level scope for 2022			Draft & finalise PID with input from Challenge Group				
<p style="text-align: center;">Listening to your feedback, we are bringing our 2022 scope development activity forward this year and will be consulting on this in Oct.</p>							

Q&A