

Materiality Guidance document



Background to Materiality Guidance Note

- Under Ofgem's Code Governance Review Phase 3 (implemented summer 2016), the way that self-governance is used has changed. Under the new approach all Modifications are considered self-governance, unless the Proposer is able to demonstrate the materiality of their Modification.
- Code Administrators were tasked with developing guidance on materiality to aid Proposers and the Panels:
 - Worked with other Code Administrators with the aim to ensure consistency across codes where appropriate
 - CUSC and STC Panels reviewed their specific ones and following updates signed them off
 - Following the implementation of GC0086 GCRP materiality guidance is required
 - Presented today for comment and sign off
- If the Proposer considers that the change should not be considered as Self-Governance, they must provide rationale explaining the assessment. This rationale will be considered by the Grid Code Review Panel when it determines how the Modification Proposal should be progressed

Next steps

- Any comments will be included and guidance note finalised
- Will be made available under the guidance section for the Grid Code and also the CACOP section of the website:
 - Grid Code guidance and forms: <http://www2.nationalgrid.com/UK/Industry-information/Electricity-codes/Grid-code/Modifications/Forms-and-guidance>
 - CACOP: <http://www2.nationalgrid.com/UK/Industry-information/Electricity-codes/Cacop/>