

HEADLINE REPORT

MEETING NAME	ELEXON BOARD MEETING
Meeting number	EB154
Date of meeting	4 June 2014
Purpose of paper	This report sets out the headlines and key decisions of the most recent meeting of the ELEXON Board.
Classification	Public

1. APPROVAL OF ELEXON'S FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2014

- 1.1 The Board noted the Audit Committee's recommendation that the Annual Report and Financial Statements for 2013/14 be approved by the Board. The Board also noted that the Audit Committee's recommendation that the Letter of Representation to the auditors and Statement of Going Concern be approved by the Board.
- 1.2 The Board resolved to approve the Annual Report and Financial Statements for 2013/14 and to delegate the authority to sign the document (as appropriate) to the Chairman, the Chief Executive and the Company Secretary. The Board also resolved to approve the signing of the Letter of Representation and the Statement of Going Concern and delegated the authority to sign both documents to the Chairman.

2. CHIEF EXECUTIVE'S REPORT

- 2.1 This paper presented an overview of the activities of, and developments within, ELEXON for the period from 17 April 2014 to 23 May 2014. The paper included updates on BSC operational matters, European developments, Scottish independence, Smart and Ofgem's Significant Code Review. The paper also included the latest company monitoring report which summarised ELEXON's KPI performance for April 2014.
- 2.2 The Board noted this Report.

3. FINANCE REPORT

- 3.1 This paper informed the Board of the latest financial position of ELEXON including the main variances in the current month as well as identifying the full year outturn against budget.
- 3.2 The Board noted the monthly Finance Report for April 2014.

4. EMR UPDATE

- 4.1 This paper updated the Board on ELEXON's appointment as the Settlement Agent for both Contracts for Difference and for the Capacity Market. An EMR Update will be reported to the Panel at its June meeting and will be available on the [BSC Website](#).
- 4.2 The Board noted the paper.

5. GOVERNANCE

- 5.1 The Board received a paper on ELEXON's governance and noted that a paper setting out the Board's views on the shortcomings of ELEXON's current governance arrangements will be put to the Panel at its meeting in June.
- 5.2 The Board noted the paper.

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6. SALARY REVIEW

- 6.1 This Paper set out the proposed July 2014 annual pay review for ELEXON employees and referred to the detailed analysis which had been undertaken. The Board considered the analysis undertaken of national inflation forecasts and industry pay settlements and noted that the proposed ELEXON pay review was set by reference to the average pay review awarded by the Big 6 energy companies.
- 6.2 The Board asked for a diversity policy to be introduced and for further work to be done on monitoring performance ratings by diversity measures.
- 6.3 The Board approved the salary review proposal.

7. SYSTEM STRATEGY UPDATE

- 7.1 This presentation explained to the Board the issues and challenges of ELEXON's current IS estate and sought the Board's views on the IS drivers that will support the creation of a target IS estate and a roadmap for achieving that.
- 7.2 The Board noted the presentation.

8. ELEXON SEMINAR

- 8.1 This paper provided the Board with an update on the preparations for the Annual BSC Meeting and ELEXON seminar to be held on 10 July 2014. Further details of the seminar are available on the [BSC Website](#).
- 8.2 The Board noted the paper.

9. ELEXON'S APPROACH TO SMART

- 9.1 This paper summarised ELEXON's approach to monitoring and engaging with the industry wide activities associated with Smart Metering, Smarter Markets and Smart Grids.
- 9.2 The Board noted the paper.

10. APPOINTMENT TO THE NOMINATION COMMITTEE

- 10.1 The Board appointed Alison Chappell as the industry member of the Nomination Committee.

11. A.O.B

- 11.1 The next Board meeting is on 2 July 2014.