

HEADLINE REPORT

MEETING NAME	Performance Assurance Board
Meeting number	208
Date of meeting	31 May 2018
Purpose of paper	Information
Classification	Public
Synopsis	This report sets out the headlines and key decisions of the most recent meeting of the Performance Assurance Board (PAB208).

CLOSED SESSION – MARKET INFORMATION

1. Supplier Monthly SR0074 Supplier Update

1.1 ELEXON updated PAB with the progress and current position of the Supplier's SR0074 EFR Plan.

1.2 The PAB:

- a) **NOTED** The Supplier's update on its performance against SR0074; and
- b) **DETERMINED** updates should only be provided to PAB when EFR Plan milestones are missed.

2. Supplier EFR Escalation for SR0074

2.1 ELEXON provided an update on the Supplier's progress against its previous EFR action plans for SR0074. Representatives from the Supplier also attended the PAB meeting to discuss its proposed milestones.

2.2 The PAB:

- a) **NOTED** The Supplier's update on its performance against SR0074; and
- b) **ACCEPTED** The Supplier's proposed EFR milestones, under the condition that a more detailed breakdown of analysis is provided to support the milestones, including any risks and their mitigating actions, are presented to and accepted by ELEXON.

OPEN SESSION – DECISION PAPERS

3. Non-confidential Settlement Risk Report

3.1 ELEXON invited the PAB to agree the contents of the Non-Confidential Settlement Risk Report.

3.2 The PAB:

- a) **AGREED** the contents of the Non-Confidential Settlement Risk Report.

4. 65-C Amendments to Section Z - PAB208/07

4.1 ELEXON presented amendments to provisions in the timing and revision of three documents in order to support the objectives of the Performance Assurance Framework Review in delivering a more efficient and effective PAF.

4.2 The PAB:

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- a) **PROVIDED** comments and views on the proposed Modification; and
- b) **RECOMMENDED** that the proposed Modification in Attachment A be raised by the Panel in accordance with Section Z8.2.1(a).

5. Supplier Charges Annual Review - PAB208/11

- 5.1 ELEXON invited the PAB to approve the Supplier Charges Annual Review for April 2018 to March 2019 reporting periods.
- 5.2 The PAB:
 - a) **APPROVED** the monthly GSP Group liability cap for each GSP Group for the period April 2018 to March 2019 as set out in paragraph 2.3;
 - b) **APPROVED** the individual Supplier Charge Values for each Serial for the period April 2018 to March 2019, as set out in paragraph 2.5; and
 - c) **NOTED** that ELEXON will publish the approved GSP Group liability cap for each GSP Group and Supplier Serial Charge values for each Serial on the ELEXON website.

6. Commissioning Update

- 6.1 ELEXON provided an update on the work to address issues around the Commissioning process and information on planned future work.
- 6.2 The PAB:
 - a) **NOTED** the update provided.

7. Panel Update

- 7.1 The PAB Chair provided the PAB with an update on the most recent BSC Panel meeting [278](#).
- 7.2 The PAB:
 - a) **NOTED** the Panel update.

8. NHH Settlement by Meter Type

- 8.1 ELEXON provided the findings from a proof of concept undertaken in relation to separating Non-Half Hourly Settlement performance by Meter type.
- 8.2 The PAB:
 - a) **NOTED** the findings from the proof of concept; and
 - b) **NOTED** that we will revisit the option to amend PARMS serial SP08a as part of the Performance Assurance Technique work stream of the PAF review in summer 2019.

9. Smart MTD report

- 9.1 ELEXON provided an overview of the key items to note from the latest smart Meter Technical Detail (MTD) report
- 9.2 The PAB:
 - a) **NOTED** the contents of the smart MTD report; and
 - b) **NOTED** feedback from MOAs on the SMETS v1.0 related activities underperformance.

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10. Missing MTDs TAPAP findings report

- 10.1 ELEXON presented its findings report following the recent Technical Assurance of Performance Assurance Parties (TAPAP) audit ELEXON undertook against the transfer of Half Hourly (HH) and Non-Half Hourly (NHH) Meter Technical Details (MTDs).
- 10.2 The PAB:
- a) **AGREED** that the net significance of the associated Settlement Risks should be considered by ELEXON and reassessed as appropriate with any changes following the standard procedure for within period revisions, with any changes feeding through to ELEXON's monitoring;
 - b) **COMMENTED** regarding ELEXON's re-evaluation of these associated Settlement Risks;
 - c) **COMMENTED** on the findings and 'additional considerations' identified within the report (Attachment A);
 - d) **NOTED** that upon receipt of final Audit Issues lists for the 2017/18 BSC Audit, ELEXON will review individual PAPs TAPAP findings against their BSC Audit Issues to validate alignment;
 - e) **AGREED** that no additional TAPAP audits of these specific processes are required at this time;
 - f) **NOTED** that the findings of this TAPAP report and any additional work completed with respect to reassessing the associated Settlement Risks will be considered in the context of the wider PAF Review; and.
 - g) **DEFERRED** recommendations regarding which PAPs should have EFR applied in order to ensure alignment of ELEXON and the BSC Auditor's 2017/18 audit activity.

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11. Technique Progress Report

- 11.1 ELEXON presented information on the delivery of the Performance Assurance Techniques.
- a) **NOTED** the updates on the PATs provided;
 - b) **AGREED** to turn EFR on to address inadequate performance against SR0074 for two Supplier Ids and that a letter is written to confirm this;
 - c) **AGREED** to turn EFR off in relation to SR0074 for a Supplier Id and that a letter is written to confirm this; and
 - d) **AGREED** to turn EFR off in relation to SR0081 for two Supplier Ids and that letters are written to confirm this.

12. TAA Report

- 12.1 The Technical Assurance Agent (TAA) presented the TAA Annual Report 2017/18 to the PAB.
- 12.2 The PAB:
- a) **NOTED** the TAA report

13. Business Unit Settlement Risk Rating Report

- 13.1 ELEXON invited the PAB to agree the contents of the Business Unit Settlement Risk Report.

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13.2 The PAB:

- a) **AGREED** the contents of the Business Unit Settlement Risk Rating Report;
- b) **APPROVED** the change to the definition of an overall GREEN rating to be 0.66 or more; and
- c) **NOTED** the Attachments.

14. Supplier Charges

14.1 ELEXON invited the PAB to approve the Supplier Charges for the February 2018 reporting period

14.2 The PAB:

- a) **APPROVED** the net positions set out in the Payment Instructions for February 2018 (Attachment A); and
- b) **AUTHORISED** that the Supplier Charges Reports for February 2018 are published, which ELEXON will send to Trading Parties.

15. BSC Audit report

15.1 The BSC Auditor presented the 2017/18 annual BSC Audit Report to the PAB.

15.2 The PAB:

- a) **NOTED** the Draft BSC Audit Report 2017/18.

16. Application for Party Novation

16.1 The application is for administrative purposes only and will result in no material change. The PAB was invited to review the application and make a recommendation for Panel's consideration.

16.2 The PAB:

- a) **RECOMMENDED** that the Panel approve the Novation Application of a BSC Party Id and a Party Agent Id subject to the Authority granting the required Licence transfer.

17. Qualification report – HH and NHH Suppliers.

17.1 The Performance Assurance Board is invited to Qualify seven Supplier Ids as Half Hourly and Non Half Hourly Suppliers.

17.2 The PAB:

- a) **APPROVED** seven Suppliers' application for Qualification as Half Hourly (HH) and Non Half Hourly (NHH) Suppliers; and
- b) **DETERMINED** that the Suppliers complete Disaster Recovery testing within three months of go live and provide supporting evidence to ELEXON when complete.
- c) **DETERMINED** That a letter be sent to the Suppliers advising them that PAB has the option to review qualification following post-qualification MPID sale.

18. Commercial Drivers for Market-wide Half Hourly Settlement

18.1 Ofgem presented and invited PAB's comments on Commercial Drivers for Market-Wide Half-Hourly Settlement.

18.2 The PAB:

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- a) **COMMENTED** on the Commercial Drivers for Market-wide Half Hourly Settlement.

19. Actions

- 19.1 ELEXON provided an update of the actions.

20. Minutes from previous meeting

- 20.1 The PAB approved the minutes from PAB207.

21. Next meeting

- 21.1 The next meeting (PAB209) will be held at the ELEXON offices on 28 June 2018.