

PERFORMANCE ASSURANCE BOARD TERMS OF REFERENCE REVIEW

MEETING NAME	BSC Panel Meeting
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Date of meeting	11 October 2018
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Paper number	283/08
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Owner/author	Chris Stock
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Purpose of paper	Decision
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Classification	Public
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Summary	At the August 2018 meeting the Panel agreed to a review of the Performance Assurance Board (PAB)'s Terms of Reference. ELEXON has performed the review and the redlining has been endorsed by PAB at its September 2018 meeting.
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1. Introduction

- 1.1 At its meeting on 9 August 2018, the BSC Panel discussed Performance Assurance Board (PAB) Membership, the content of the PAB Agenda and agreed to review the PAB's revised Terms of Reference (ToR). ELEXON performed the review and the redlining has been endorsed by the PAB.

2. Key changes

2.1 PAB Membership composition

- 2.2 Previously, PAB Membership within the ToR was open-ended with little guidance. In order to provide a more specific structure to the membership composition, we used the Supplier Volume Allocation Group (SVG)'s ToR as a guideline. This approach limits the overall number of members to 15 with up to 12 Industry Members, up to two Consumer Members, and a Distribution System Operator Member. The PAB further recommended an Ofgem Representative, however it was noted this has been challenging to achieve with May 2018 being the last meeting Ofgem attended.

- 2.3 The PAB further discussed the possibility of introducing a limited term of PAB Membership, suggesting a staggered approach as opposed to terms ending all at the same time. However, more work is required to agree a process that maintains a wide range of industry experience within the PAB membership.

2.4 Operational/ Miscellaneous

- 2.5 There were several updates in terminology required, including 'Risk Management Plans' to 'Risk Management Determinations' and 'Risk Management Query' to 'Risk Management Determination Query'.
- 2.6 Section 6.5.5 was altered to more clearly reflect the BSC Section Z2.3.1.
- 2.7 The number of Working Days (WD) to complete PAB minutes was increased from seven WDs to 10 WDs due to internal time constraints and to improve overall quality of the Minutes.

3. Performance Assurance Framework Review

- 3.1 The PAB recognised that it would become more focussed on risk as a consequence of the current work being done reviewing the Performance Assurance Framework (PAF).
- 3.2 ELEXON will be working with PAB Members ahead of the 1 April 2019 go-live date to change how the PAB embraces the outputs from the PAF Review.

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4. Recommendations

4.1 We invite you to:

- a) **APPROVE** the proposed changes to the PAB Terms of Reference.

Attachments

Attachment A – Redlined PAB Terms of Reference

For more information, please contact:

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