

HEADLINE REPORT

MEETING NAME	Performance Assurance Board
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Meeting number	217
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Date of meeting	28 February 2019
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Venue	ELEXON Ltd
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Classification	Public
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Synopsis	This report sets out the headlines and key decisions of the most recent meeting of the Performance Assurance Board (PAB217).
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PART II: OPEN SESSION

1. Scope of the BSC Audit for 2019/20 – PAB217/10

1.1 ELEXON noted that as per its annual cycle, the review, revision and approval of the BSC Audit scope was at that time due. It was ELEXON's view that, with the introduction of the new Risk Evaluation Register (RER) and Risk Operating Plan (ROP), that the BSC Audit scope was revised to reflect the change.

1.2 The PAB:

- a) **COMMENTED** on the revised BSC Audit scope document; and
- b) **DEFERRED** approval of the BSC Audit scope document for use in the 2019/20 Audit cycle to ex-committee, pending revisions suggested by PAB

2. PAF Review – Assessment of existing data provisions – PAB217/12

2.1 An information paper presenting the key findings following a review of existing PAF data and reporting provisions.

2.2 The PAB:

- a) **NOTED** the findings in this paper.

3. Technique Review Recommendations – Technical Assurance of Metering – PAB217/13

3.1 This paper detailed recommendations for changes to the Technical Assurance of Half-Hourly Metering Systems identified as part of the Performance Assurance Framework (PAF) Review. It sought the Performance Assurance Board's (PAB's) approval to implement a number of changes to the technique.

3.2 The PAB:

- a) **APPROVED** the recommendation to put additional focus on the annual scoping exercise for TAM;
- b) **APPROVED** the recommendation to propose that the Panel delegates its discretion to vary the scope of TAM to the PAB;
- c) **APPROVED** the recommendation to review the sample size each year as part of scoping exercise;
- d) **APPROVED** the recommendation to propose to the Panel that a BSC Modification is raised to include desktop audits in the scope of TAM;

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- e) **APPROVED** the recommendation to apply audit techniques in a complementary way.
- f) **APPROVED** the recommendation to undertake analysis on Category 2 non-compliances.
- g) **APPROVED** the recommendation to consider public Peer Comparison of audit results as part of the detailed Peer Comparison review in autumn 2019.
- h) **APPROVED** the recommendation to continue to make efforts to increase engagement with the technique.
- i) **APPROVED** the recommendation to manage Category 1 non-compliances through EFR if there were delays in rectification or they present a significant impact on Settlement.
- j) **APPROVED** the recommendation to continue to explore the possibility of sharing the findings from the Capacity Market and MOCOPA audits to support building a risk profile for each participant.

4. New Settlement Risks: Transition approach – PAB217/14

- 4.1 From 1 April 2019, a new set of Settlement Risks, introduced as part of the Performance Assurance Framework (PAF) review, would go live. This paper set out the high-level approach that ELEXON would adopt for the transition from management of the current Settlement Risks to the new Settlement Risks.
- 4.2 The PAB:
 - a) **NOTED** the transition activities outlined in the paper; and
 - b) **NOTED** that ELEXON intends to adopt a phased approach to the post-PAF review suite of risks, with transitional activity being undertaken up to and beyond April 2019.

5. Measurement Class E, F and G Performance Review – PAB217/11

- 5.1 The average industry performance of Measurement Classes (MC) E, F and G was below the required standards. ELEXON had requested information from all Suppliers that were substantially beneath the standard. This information was provided here along with a recommendation of closer monitoring of a sub-set of Suppliers with the largest estimated volumes beneath the standards.
- 5.2 The PAB:
 - a) **NOTED** the contents of the paper and its confidential attachment; and
 - b) **AGREED** the next steps set out in section four and that a further update and recommendations were provided by ELEXON at the June 2019 PAB meeting.

6. Panel Update

- 6.1 The Panel Sponsor provided the PAB with an update on the most recent BSC Panel meeting 287.
- 6.2 The PAB:
 - a) **NOTED** the Panel update.

7. Big Ticket Items

- 7.1 No matters were shared by those attending the meeting.

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8. Actions

8.1 ELEXON provided an update of the actions.

8.2 The PAB:

- a) **NOTED** the Actions.

9. Market Issues Update

9.1 ELEXON provided an update regarding industry market issues.

9.2 The PAB:

- a) **NOTED** the update

10. Minutes from previous meeting

10.1 The PAB approved the minutes from PAB216.

11. Next meeting

11.1 The next meeting (PAB218) would be held at the ELEXON offices on 27 and 28 March 2018.