

HEADLINE REPORT

MEETING NAME	ELEXON BOARD MEETING
Meeting number	EB188
Date of meeting	12 July 2017
Purpose of paper	This report sets out the headlines and key decisions of the most recent meeting of the ELEXON Board.
Classification	Public

1. REPORT OF REMUNERATION COMMITTEE TO THE BOARD

- 1.1 The Board noted the report from the Remuneration Committee which included:
- An update on a recent external benchmarking exercise conducted into executive salaries; and
 - the Committee noted a policy on the remuneration of non-executive directors. This policy set out a transparent process for reviewing non-executive director remuneration (to be published in ELEXON's Annual Report) and ensured that no conflicted non-executive directors should be involved in decisions on remuneration.

2. CHIEF EXECUTIVE'S REPORT

- 2.1 This paper presented an overview of the activities of, and developments within, ELEXON for the period from 19 May 2017 to 29 June 2017.
- 2.2 The paper included updates on:
- BSC operational matters (including updates on credit defaults, Market Entry, Trading Disputes, P355 and an update on EMR activities);
 - Design authority (including updates on embedded benefits, mandatory half hourly settlement, faster and more reliable switching, demand side flexibility and smart grids and recent consultation responses);
 - Design and Delivery matters (including the status of all current projects –June 2017 Release, November 2017 Release and the P350 TLFA Procurement, the website redesign project, the TAA re-procurement project and the Performance Assurance Framework review);
 - Strategic developments that may impact ELEXON and the BSC including European developments (including, inter alia, Brexit and the Guideline on Electricity Balancing) and an analysis of the outcomes and challenges following the recent General Election, future code reform and cross code working and the future system operator.
 - The paper included a report on the ministerial changes at BEIS and the implications of the recent Queen's Speech for the energy industry.
 - ELEXON matters including updates on contract extensions and information security
 - The paper also included the latest company monitoring report which summarised ELEXON's KPI performance for May 2017.

3. FINANCE REPORT

- 3.1 This paper informed the Board of the financial position of ELEXON for May 2017 including the main variances in the current month as well as identifying the full year forecast against budget. The report also includes updates on staff turnover and staff sickness figures.

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4. REPORT ON BOARD EFFECTIVENESS

4.1 This paper contained a summary of feedback received from Board members on how to improve Board effectiveness. These were grouped into recommendations which the Board agreed to implement.

5. AOB

5.1 There being no further business the meeting was closed.