

## Monthly Monitoring Meeting

Wednesday 28<sup>th</sup> November 15:00-17:00

Teleconference

### AGENDA

Ref'	~Time	Title	Owner	Resolution required?
1	<i>N/A</i>	Actions from previous meeting	<i>Technical Secretary</i>	
2	<i>90 min</i>	<ul style="list-style-type: none"><li>• November Reporting</li><li>• ESO Draft Forward Plan</li><li>• Roles and Principles</li><li>• End of year performance panel meeting</li></ul>	<i>ESO</i>	

## Meeting record

### Monthly Monitoring Meeting

#### Meeting number 8

Date: 11<sup>th</sup>  
January

Present: Ofgem:

National Grid:

Time: 14:00 –  
16:00

Venue/format:

Teleconference

#### ACTIONS

Meeting No.	Action No.	Date Raised	Target Date	Resp.	Description	Status
1.	1.	30/5/18	15/6/18	HK	Agenda to be updated to reflect new item for discussion	Closed
1.	2.	30/5/18	15/6/18	JD	Formal write up of the feedback received to the first month report	Closed
1.	3.	30/5/18	15/6/18	SB	Providing any further thoughts on how the summaries per principle could be written to provide clear evidence	Closed
1.	4.	30/5/18	15/6/18	SB	Dates to be shared for monthly meetings, and tentative dates for half year and end of year panel dates	Closed
1.	5.	30/5/18	15/6/18	SB	Lines to take/ Summary of process for panel events	Closed
2.	6.	28/6/18	27/7/18	HK	ESO look at wording in the charging circular email and more clearly explain the basis of the incentive forecast	Closed
2.	7.	28/6/18	27/7/18	CC	Detailed articulation of BSUoS billing metric and how it relates to CUSC	Closed
2.	8.	28/6/18	27/7/18	GT	Share guidance on how the roles and principles under 18-21 incentives can be used and shaped as part of the RII02 Business Planning Activities	Closed
2.	9.	27/7/18		HK	Ofgem asked for an understanding of what data would be included within the informational portal.	In Progress

3.	10.	27/7/18		HK	The ESO promised to provide the work in progress versions of principles 4, 5 & 6 and organise a meeting between the ESO and Ofgem to discuss	Closed
3.	11.	27/7/18		DB	Ofgem to confirm contacts for the ESO to engage with regarding the data task force	Closed
3.	12.	27/7/18		HL	Organise a meeting with the metric 4 owners to provide further explanation on the detail metric.	Closed
3.	13.	27/7/18		HK	The ESO to provide responses to the following questions about the auction trial: what had stakeholders said about the delay? Have we tested the reasons explained within the report with stakeholders? Were any alternatives considered (e.g. more resources)? What alternative actions might the ESO take in the interim to help support outcomes expected from the auction trial?	Closed
3.	14.	27/7/18		DF	Provide an update on any further stakeholder feedback received on the Roadmaps and asked what actions are the ESO taking to improve the stakeholder survey scores mentioned within the report.	Closed
3.	15.	27/7/18		HL	Provide more detail behind the re-prioritisation of codes mentioned in the Q1 report and organise a meeting to discuss this further.	Closed
3.	16.	27/7/18		HL	Clarification on the statement around the C27 licence mentioned within the report.	Closed
3.	17.	27/7/18		JD	Where possible, publish the responses of received to the Forward Plan Consultation on the NG website	Closed
4.	18.	29/8/18		HK	The ESO to respond to email sent from Ofgem regarding dispatching actions taken under principle 2	Closed
4.	19.	29/8/18		DB	Ofgem to share the feedback that they had received around the ESO taking a more proactive role in the ENA Open Networks	Closed
4.	20.	29/8/18		DB	Ofgem to organise a meeting to discuss the lessons learned and potential changes for next year's incentives year	Closed
4	21	29/8/18		HK	Provide further detail behind balancing costs on 28/29 July, including why the forecasts were incorrect and whether any lessons have been learned.	Closed

5	22	28/9/18		HK	Carbon Intensity- Why did we prioritise this information to share	Closed
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## MAIN ITEMS OF INTEREST

### Forward Plan:

The ESO shared that they published the forward plan today (11<sup>th</sup> January). Recognising that it was published that morning, the ESO offered Ofgem working sessions to discuss the plan at a later date once they had had time to review the content. Ofgem also confirmed that they are attending the ESO Forward Plan consultation event being held on 22<sup>nd</sup> January. The ESO shared that only three performance panel members are attending the event. [Post meeting note: Four members are now expected]

### Panel meetings:

- Ofgem confirmed that they had discussed with panel members two potential dates for the ESO and the panel to meet to discuss the draft Forward Plan of 11<sup>th</sup> and 15<sup>th</sup> February.
- Ofgem shared that the meeting would provide the panel with an opportunity ask questions that should be points of clarification necessary to remove any uncertainties as Ofgem confirmed that the panel would reviewed the Forward Plan ahead of this meeting. Ofgem confirmed that the panel would then provide a report summarising their view on the draft plan to allow the ESO to take this feedback into consideration when finalising the Final Forward Plan publication.
- ESO promised to confirm the date that their leadership team would be available of the two dates as soon as possible
- Ofgem confirmed that they have agreed the first week of June for end of year performance review and asked the ESO to hold this time in the diary. Ofgem promised to provide a confirmed date as soon as possible.

### ESO roles and principles:

- Following a discussion pre-Christmas between the ESO and Ofgem as part of a lessons learnt of the scheme so far (noting that this was held before the Performance Panel report was published), Ofgem asked the ESO if they could provide any further detail to their comment within their call for evidence response regarding the roles and principles.
- The ESO Regulation team shared that they believed further discussion was needed on this point, noting that the ESO RIIO-2 team were already working on the detailed content of the business plan using the roles and principles. The ESO shared that it could be difficult to unpick the changes required to implement changes to the roles and principles between publishing the draft and final Forward Plan and could prevent a clear understanding of how the plan has developed over time.
- Noting that the new year incentives scheme commences in April, Ofgem asked when does the ESO believe is a good time to make changes to the framework. The ESO Regulation team asked that because this topic cuts across the Forward Plan and RIIO2 Business Plan, that a meeting is organised between ESO's Regulation and RIIO-2 teams and Ofgem's SO Regulation team to ensure that any changes made for the 2019-21 period are understood for the RIIO-2 timescales.

**November Reporting:**

- The ESO shared that the quarterly report that will be published in January would have a similar style to the December report. The ESO shared that it had been taking onboard feedback from Ofgem and panel regarding the reporting, sharing that this will continue to evolve as we look to the end of year reporting.
- Ofgem shared that they found the report useful and accessible, sharing that the monthly reports should only contain really key things and quarterly reports could provide more of a progress update if required.

**AOB:**

- Ofgem shared that they had a few questions they would like the ESO Regulation team to take back to subject matter experts and promised to send these through after the meeting. Ofgem shared that for the next meeting they would provide these ahead of the meeting.

## Appendix 1 – Timetable

### 1. Annual Requirements

- Monthly
  - 15<sup>th</sup> working day of M+1 keeps cost basis historic
  - Meeting 20<sup>th</sup> working day of M+1
- Quarterly
  - 15<sup>th</sup> working day of M+1 following Q end (Jul, Oct, Jan)
- Half Year Report
  - 15<sup>th</sup> working day in October (M+1 after half year completed)
- Year End- Ofgem's Proposal
  - 7<sup>th</sup> May -consultation & draft licence (5 wks after year end)

2018	2018	2018	2018	2018	2018	2018	2018	2018	2019	2019	2019	2019	2019
Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May
	M	M	M	M	M	M	M	M	M	M	M	M	
			Q						Q				
						1/2YR							FYR

### 2. Monthly requirements

Date	Action	Owner	Note
15 <sup>th</sup> Working Day	Monthly report submission date	ESO	
No later than 5 Working Days before meeting	Provide the Chair with meeting papers	ESO	
20 <sup>th</sup> Working Day	Monthly Monitoring Meeting	Technical Secretary	
25 <sup>th</sup> Working Day	Minutes from meeting submitted	ESO	
End of Month	Chair to approve minutes from meeting	Chair	
2 <sup>nd</sup> Working Day after approval of the minutes	Publication of meeting minutes	Technical Secretary	

### 3. 2018-2019 Reporting & Meeting Dates

Month	Report Published	Ofgem Meeting	Report Type
	(15 <sup>th</sup> WD)	(20 <sup>th</sup> WD)	
May	22/05/2018	30/05/2018	
June	21/06/2018	28/06/2018	
July	20/07/2018	27/07/2018	Q1 Report
August	21/08/2018	29/08/2018	
September	21/09/2018	28/09/2018	
October	19/10/2018	26/10/2018	Half Year Report
November	21/11/2018	28/11/2018	
December	21/12/2018	02/01/2019	

January	22/01/2019	29/01/2019	Q3 Report
February	21/02/2019	28/02/2019	
March	21/03/2019	28/03/2019	
April	23/04/2019	30/04/2019	
May	7/5/2019		End of Year Report