

Minutes of a meeting of the Gas and Electricity Markets Authority

From: Ashley Stewart
Secretary to the Authority

Date: 8th, 9th and 24th of
November 2022

Location: 10SC and Virtual

8th of November Meeting

1. Welcome

2. Liebreich Associates: UK Power and Gas Networks en route to Net Zero

Michael Liebreich addressed the Board on 'UK Power and Gas Networks en route to Net Zero'

3. Delivery and Schemes Strategy

The Board received an overview of the Delivery and Schemes 2023-2025 Strategy to which feedback was provided and a revised proposal is to return to a future board meeting.

4. Assurance and Governance

An update was provided on the Assurance and Governance programme with a discussion on Resourcing to be taken at the next ARAC Board meeting.

5. Accelerating Onshore Electricity Transmission Investment

The Board recommended that the proposed penalty levels within the current framework remain in place. An update on consultations with industry is to be provided to the Board at a meeting on the 24th of November.

9th of November Meeting

1. Welcome

The minutes of the meeting held on the 12th of October were approved and no conflicts of interest were reported.

2. CEO's Report

The Board requested that supplementary information is added to future reports.

3. Winter and Security of Supply Update

The Board was briefed on preparations for winter and security of supply.

4. Financial Resilience

The Board agreed to proceed with statutory consultation.

5. Earning before Interest and Tax (EBIT)

The Board requested further information on current and past models.

6. Vulnerable Consumers

The Board requested that the Executive review Ofgem's vulnerability strategy.

7. Market Stabilisation Charge (MSC) and Ban on Acquisition Tariffs (BAT)

7.1 The Board agreed, subject to consultation, to modify the MSC licence condition to replace the end date of 31 March 2023 with an end date of 31 March 2024.

7.2 The Board agreed, subject to consultation, to modify the Ban on Acquisition Tariffs (BAT) licence condition to replace the end date of 31 March 2023 with an end date of 31 March 2024.

8. Draft determination on the Electricity System Operator's (ESO) second RIIO-2 Business Plan

The Board delegated to the Director, ESMS, decision-making on the final determination of the ESO's second RIIO-2 Business Plan, unless there are material changes.

9. Board Reflections and AOB

For Circulation Items;

- c01. Cyber Disclosure guidelines
- c02. Balancing Services Use of System (BSUoS)
- c03. Delivery & Schemes Director's update
- c04. General Counsel's Monthly update
- c05. Communication's update
- c06. Audit Risk & Assurance Committee (ARAC) Minutes

24th of November Meeting

1. Welcome

2. RIIIO-ED2 Final Determinations

The Board took the Significant and Level 1 Decisions in line with the Executive Recommendations as set out in the paper, and delegated documentation finalisation and consultation to the Deputy Director, Price Control Setting

3. Accelerating onshore electricity transmissions Investment

The Board delegated authority to the Director of Networks to determine whether to proceed to final decision in December or a further minded to consultation, provided the decisions was broadly in line with the paper discussed

Those present

Martin Cave
Jonathan Brearley
Lynne Embleton
John Crackett
Myriam Madden
Barry Panayi

Those attending

Sinead Murray
Philippa Pickford
Simon Wilde
Sinead Murray

Others present

Hamish Finlay

(Head of Governance and Secretariat)

Ashley Stewart

(Governance and Secretariat Manager)

Jennifer Marx

(Governance and Secretariat Support)