Trading and Settlement Code Modifications Committee
c/o Esther Touhey
SEMO Modifications Committee Secretariat
The Oval
160 Shelbourne Rd
Dublin 4

12 December 2022                                                          **Our Ref:** F/23/458

**SEM Committee Decision for the Regulatory Authorities in relation to Mod_14_21 (Final Recommendation FRR_14_21)**

Dear Esther,

On 19 January 2022, the Modifications Committee submitted its Final Recommendation Report (FRR) with regard to Modification Proposal Mod_14_21 'Extension of service system flag to cover replacement resources' in accordance with Paragraph B.17.18.1 of Part B of the SEM Trading and Settlement Code (TSC). The Modification Proposal Mod_14_21 was submitted to the Modifications Committee by EP Kilroot and EP Ballylumford on 23 August 2021 and discussed and voted on at Meeting 108 on 2 December 2021.

Mod_14_21 was proposed to extend the system service flag to cover units that are held for replacement reserve by the TSOs. The Modification proposers were of the view that units are currently being exposed to Non-performance Difference Charges even though said units are being held for reserve. Mod_14_21 was approved unanimously by the Modifications Committee.

However, in the course of carrying out a systems impact assessment for Mod_14_21, SEMO discovered that the mod couldn't be implemented as drafted. A new urgent modification,

Mod_12_22 was therefore raised by EP Kilroot & EP Ballylumford to incorporate the relatively minor modification needed to the legal drafting, and to replace Mod_14_21, given that this latter had already been voted on and sent for RA decision, and as such could not be withdrawn or amended. Mod_12_22 has since been approved and implemented.

Considering the above, and in accordance with Paragraph B.17.20 of the Code, the SEM Committee rejects Mod_14_21, as set out in Appendix 1 of FRR_14_21.

Yours sincerely,

**Gráinne Black**                                      **Leigh Greer**
**Manager**                                              **Manager**
**Wholesale Electricity Markets**            **Wholesale Electricity Markets**
**Commission for Regulation of Utilities**   **Utility Regulator**

(Sent by email with no signature)