



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

27 February 2020

Our Ref: F/20/838

SEM Committee Decision for the Regulatory Authorities in relation to Mod_24_19 (Final Recommendation FRR_24_19)

Dear Esther,

On 14 January 2020, the Modifications Committee submitted its Final Recommendation Report (FRR) with regard to Modification Proposal Mod_24_19 'Amendments to Unsecured Bad Debt and Suspension Provisions Related to Supplier of Last Resort' (SoLR) in accordance with Paragraph B.17.18.1 of Part B of the SEM Trading and Settlement Code (TSC).

This Modification Mod_24_19 was raised by SEMO and received by the Secretariat on 28 November 2019. It was voted on at Meeting 96 on 18 December 2019.

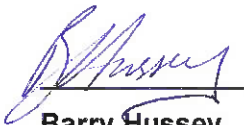
The Regulatory Authorities understand that the Modification aims to facilitate a more robust SoLR process which takes account of the interim period associated with the time taken to transfer metered volumes to the SoLR once this process is invoked. The Modification also amends the treatment of Unsecured Bad Debt in this situation, which is not strictly a Default as defined under the Code, but related to the timing issue whereby metered volumes associated

with the defaulting Supplier may not be instantaneously transferred to the SoLR and remain against the original defaulting Supplier.

The Regulatory Authorities note that a discussion took place with the Modifications Committee at Modifications Committee Meeting 95 and Extraordinary Meeting 96 on 18 December 2019. Following the discussion, the Modification was recommended for approval by all Committee Members.

Considering the above, and in accordance with Paragraph B.17.20 of the Code, the SEM Committee direct that a Modification, as set out in Appendix 1 of FRR_24_19, is implemented on a Settlement day basis following receipt of this Decision.

Yours sincerely,

A handwritten signature in blue ink, appearing to read 'Barry Hussey', is written over a horizontal line.

Barry Hussey

Manager

Wholesale Electricity Markets