

Trading and Settlement Code Modifications Committee  
C/O Sherine King  
SMO Modifications Committee Secretariat  
The Oval, 160 Shelbourne Rd  
Dublin 4

24 May 2012

Our Ref: D/11/9401

**SEM Committee Decision for the Regulatory Authorities in relation to Mod\_07\_12  
(Recommendation Report FRR\_07\_12)**

Dear Sherine,

On 8th May 2012, the Modifications Committee submitted its Modification Recommendation Report with regard to a Modification Proposal, Mod\_07\_12 (Testing Charge Calculation for the Interconnector Error Unit when Under Test), in accordance with paragraph 2.213 of the SEM Trading and Settlement Code (the Code).

This Modification Proposal, which was raised by the TSOs, seeks to clarify that the testing tariff will apply to any Interconnector Error Unit when Under Test for both importing and exporting. This Modification Proposal would facilitate the decision to allow the classification of the Interconnector Error Unit as Under Test, as approved under Mod 10\_11 (Interconnector Under Test).

The SEM Committee notes that the Modifications Committee agreed unanimously that the Modification Proposal furthers the Code Objectives “to promote the short-term and long-term interests of consumers of electricity on the island of Ireland with respect to price, quality, reliability, and security of supply of electricity” The Modifications Committee also recommended that the Modification Proposal should be made effective on a Settlement Day basis and that the proposed implementation date should be one Working Day after the Regulatory Authority decision is made.

Considering the above and recognising that Interconnectors should be subject to Testing Tariffs, the SEM Committee directs that a Modification, as set out in FRR\_07\_12, be made on a Settlement Day basis with effect from the next Working Day after the date of this letter.

Yours sincerely,



Sheenagh Rooney  
Manager - Wholesale Electricity Market