



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

19 December 2023

Our Ref: OSC-C-23-076

SEM Committee Decision for the Regulatory Authorities in relation to Mod_09_23 (Final Recommendation FRR_09_23)

Dear Esther,

On 16 November 2023, the Modifications Committee submitted its Final Recommendation Report (FRR) with regard to Modification Proposal Mod_09_23 'Correction to the calculation of SDPIMB' in accordance with Paragraph B.17.18.1 of Part B of the SEM Trading and Settlement Code (TSC). The Modification Proposal Mod_09_23 was submitted to the Modifications Committee by SEMO on 29 September 2023 and discussed and voted on at Meeting 119 on 19 October 2023.

This Modification was raised to correct an incorrect formula in the Code (subsection G.14.2.4) in relation to the calculation of SDPIMB (standard deviation of the PIMB) and subsequently the Credit Assessment Price (PCA). Whereas the current formula within the Code references two separate time spans, namely the undefined exposure period (UEP; g) and historical assessment

period (HAP; H), both time periods should reference the HAP. The RAs understand that the Settlement system is currently correctly calculating the SDPIMB, as per the updated formula provided in the legal drafting of the Modification Proposal, and the error exists solely in the text of the Code.

The RAs note that this Modification was recommended for approval on a unanimous basis by the Modifications Committee.

Considering the above, and in accordance with Paragraph B.17.20 of the Code, the SEM Committee approves the Modification as set out in Appendix 1 of FRR_09_23. This Modification will be effective on the second working day following publication of this decision.

Yours sincerely,

Kevin Hagan
Manager

Wholesale Electricity Markets
Commission for Regulation of Utilities

Leigh Greer
Head of Security of Supply &
Regulatory Policy Development
Wholesale Electricity Markets
Utility Regulator

(Sent by email with no signature)