

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

8th February 2012

Our Ref: D/12/2163

SEM Committee Decision for the Regulatory Authorities in relation to Mod_04_11 (Recommendation Report FRR_04_11_V2.0)

Dear Sherine,

On 18th January 2012, the Modifications Committee submitted its Modification Recommendation Report with regard to a Modification Proposal, Mod_04_11 (Facilitating Demand Side Units with an MEC less than 10MW to participate as part of a Demand Side Unit), in accordance with paragraph 2.213 of the SEM Trading and Settlement Code (the Code).

This Modification Proposal, which was raised by the Fingleton White & Co, seeks to allow a demand site with a Maximum Export Capacity (MEC) of less than 10MW to participate in the SEM as a Demand Side Unit.

The SEM Committee notes that the Modifications Committee agreed unanimously that the Modification Proposal furthers the Code Objectives that it “facilitates the efficient, economic and coordinated operation, administration and development of the SEM”, “promotes competition in the SEM” and “promotes the long-term interests of consumers of electricity”. The Modifications Committee also recommended that the Modification should be made effective on a Trading Day basis, one Working Day after the Regulatory Authority decision is made.

The SEM Committee notes that the required Grid Code changes which are required to give effect to the TSC Modification Proposal have now been approved. Therefore it is appropriate to align the Trading and Settlement Code with the Grid Code changes. Further to this, the SEM Committee notes that the implementation of this Modification will allow for increased participation of Demand Side Units which is line with the policy objectives set out in the Demand Side Vision for 2020. http://www.allislandproject.org/en/overview_1.aspx?article=185b17f5-e666-4943-8237-f2bdbd3df33f&mode=author

Considering the above, and in accordance with paragraph 2.218 of the Code the SEM Committee directs that a Modification, as set out in Appendix 1 of FRR_04_11_V2.0, be made on a Trading Day basis with effect from one Working Day after the date of this letter.

Yours sincerely,



Sheenagh Rooney
Manager - Wholesale Electricity Market