



Trading and Settlement Code Modifications Committee  
C/O Marie-Therese Campbell  
SMO Modifications Committee Secretariat  
The Oval  
160 Shelbourne Rd  
Dublin 4

9<sup>th</sup> July 2009

Our Ref: 38634

**SEM Committee Decision for the Regulatory Authorities in relation to Mod\_17\_09  
(Recommendation Report FRR\_17\_09)**

Dear Marie-Therese,

On 25<sup>th</sup> June 2009, the Modifications Committee submitted its Modification Recommendation Report with regard to a Modification Proposal, Mod\_17\_09 (Interim provision to correct misaligned DLAF/CLAF/TLAF timelines), in accordance with paragraph 2.231 of the SEM Trading and Settlement Code (the Code).

This Modification Proposal, raised by the System Operators, seeks to put in place an interim provision to provide for the different timescales currently applied to the approval of Distribution and Transmission Loss Adjustment Factors, both of which are used in the determination of Combined Loss Adjustment Factors in the Code.

The SEM Committee notes that the Modifications Committee believes that the Modification Proposal aims to further the Code Objectives 'to facilitate the efficient discharge by the Market Operator of the obligations imposed upon it by its Market Operator Licences' and 'to facilitate the efficient, economic and coordinated operation, administration and development of the Single Electricity Market in a financially secure manner' and voted unanimously to recommend the Modification Proposal to the Regulatory Authorities (RAs). The Modification Committee also recommends that Mod\_17\_09 should be implemented on a Settlement Day basis on the next working day after the decision is made.

Considering the above, and in accordance with paragraph 2.218 of the Code, the SEM Committee decides that a modification be made in accordance with the Final Recommendation Report of the Modifications Committee (FRR\_17\_09), for the avoidance of doubt, based upon the legal drafting set out in Appendix 1 of that report. The RAs therefore direct that the Modification as set out in FRR\_17\_09, be made on a Settlement Day basis with effect from the next Working Day after the date of this letter.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Sheenagh Rooney', is written over a horizontal line.

Sheenagh Rooney  
Manager – Wholesale Electricity Markets