

MODIFICATION PROPOSAL FORM			
<b>Proposer</b> <i>(Company)</i>	<b>Date of receipt</b> <i>(assigned by System Operator)</i>	<b>Type of Proposal</b> <i>(delete as appropriate)</i>	<b>Modification Proposal ID</b> <i>(assigned by System Operator)</i>
UR	5 <sup>th</sup> May 2021	Standard	CMC_07_21
Contact Details for Modification Proposal Originator			
<b>Name</b>	<b>Telephone number</b>	<b>Email address</b>	
Kevin Lenaghan		Kevin.lenaghan@uregni.gov.uk	
Modification Proposal Title			
Reduced Applications for Qualification			
<b>Documents affected</b> <i>(delete as appropriate)</i>	<b>Section(s) Affected</b>	<b>Version number of CMC used in Drafting</b>	
CMC	E.4	4.0	
Explanation of Proposed Change <i>(mandatory by originator)</i>			
<p>This proposed modification to the CMC is aimed at allowing a Participant to take part in an expedited Qualification process for a Capacity Auction whereby either nothing has changed since the last qualification process, or they are already in possession of an RO for the Capacity Year for which a Capacity Auction seeks to procure capacity.</p>			
Legal Drafting Change <i>(Clearly show proposed code change using <b>tracked</b> changes, if proposer fails to identify changes, please indicate best estimate of potential changes)</i>			
E.4.1.2	Subject to paragraphs <a href="#">E.4.1.3</a> and <a href="#">E.4.1.3A</a> , an Application for Qualification shall contain the Qualification Data and be submitted in the format specified by the System Operators.		
E.4.1.3	<p>Where a Participant has previously submitted an Application for Qualification in respect of a Candidate Unit (whether in respect of the same or another Capacity Year):</p> <p>(a) the Participant shall review the Qualification Data previously submitted and shall update it as appropriate in the new Application for Qualification; and</p> <p>(b) the System Operators are entitled to use and rely on any item of Qualification Data previously submitted which has not been updated in the new Application for Qualification.</p>		
<a href="#">E.4.1.3A</a>	<p><u>A Participant required to make an Application for Qualification in respect of a Candidate Unit that has previously Qualified in respect of the same Capacity Year may choose to submit a Reduced Application for Qualification provided that:</u></p> <p><u>(a) the Candidate Unit comprises the same group of Generator Units as the previously Qualified CMU;</u></p> <p><u>(b) the Initial Capacity (Existing) is the same as the previously Qualified CMU; and</u></p>		

(c) the Initial Capacity (Total) is equal to the Initial Capacity (Existing).

E.4.1.3BA Reduced Application for Qualification made pursuant to paragraph E.4.1.3A shall be submitted in the format specified by the System Operators.

E.4.1.3C In the case of a Reduced Application for Qualification, the System Operators shall use the most recent Qualification Data previously submitted in respect of the Candidate Unit in relation to the relevant Capacity Year when applying paragraph E.4.1.3(b).

E.4.1.4 Unless a valid Opt-out Notification or a valid Reduced Application for Qualification is received by the System Operators, a Participant must ensure that Qualification Data is complete and current in respect of each of its Candidate Units which it is seeking to be Qualified as at the Qualification Application Date specified in the Capacity Auction Timetable.

#### **Modification Proposal Justification**

*(Clearly state the reason for the Modification)*

The aim of this proposal is to reduce the administrative burden on both the System Operators and participants. As it stands:

- Participants who have won a multi-year RO in a given Capacity Auction will subsequently be required to submit qualification applications for each capacity auctions for the total duration of the period their multi-year RO covers; and
- Participants who have won an RO for all their capacity in a T-4 Capacity Auction will then be required to qualify for any subsequent 'top up' auctions for the same capacity year. This could be a T-3, T-2 or a T-1 Capacity Auction depending on circumstances.

Implementation of this proposal would negate the need for Participants to submit full qualification applications for Capacity auctions covering a CY period for which they already hold an RO.

#### **Code Objectives Furthered**

*(State the Code Objectives the Proposal furthers, see Sub-Section A.1.2 of the CMC Code Objectives)*

- (a) to facilitate the efficient discharge by EirGrid and SONI of the obligations imposed by their respective Transmission System Operator Licences in relation to the Capacity Market;
- (b) to facilitate the efficient, economic and coordinated operation, administration and development of the Capacity Market and the provision of adequate future capacity in a financially secure manner;
- (c) to facilitate the participation of undertakings including electricity undertakings engaged or seeking to be engaged in the provision of electricity capacity in the

Capacity Market;

**Implication of not implementing the Modification Proposal**

*(State the possible outcomes should the Modification Proposal not be implemented)*

Failure to implement this proposal will perpetuate the administrative burden placed on the SOs and Participants under the current process whereby Participants are required to submit full qualification applications to the SOs regardless as to whether they hold an RO for a Capacity Year already or not.

**Impacts**

*(Indicate the impacts on systems, resources, processes and/or procedures)*

There will be some changes to the SOs Qualification processes to enable them to deal with Reduced Applications for Qualification.

***Please return this form to the System Operators by email to [CapacityModifications@sem-o.com](mailto:CapacityModifications@sem-o.com)***

**Notes on completing Modification Proposal Form:**

1. If a person submits a Modification Proposal on behalf of another person, that person who proposes the material of the change should be identified on the Modification Proposal Form as the Modification Proposal Originator.
2. Any person raising a Modification Proposal shall ensure that their proposal is clear and substantiated with the appropriate detail including the way in which it furthers the Code Objectives to enable it to be fully considered by the Regulatory Authorities.
3. Each Modification Proposal will include a draft text of the proposed Modification to the Code unless, if raising a Provisional Modification Proposal whereby legal drafting text is not imperative.
4. For the purposes of this Modification Proposal Form, the following terms shall have the following meanings:

<b>CMC / Code:</b>	means the Capacity Market Code for the Single Electricity Market
<b>Modification Proposal:</b>	means the proposal to modify the Code as set out in the attached form
<b>Derivative Work:</b>	means any text or work which incorporates or contains all or part of the Modification Proposal or any adaptation, abridgement, expansion or other modification of the Modification Proposal

The terms "System Operators" and "Regulatory Authorities" shall have the meanings assigned to those terms in the Code.

In consideration for the right to submit, and have the Modification Proposal assessed in accordance with the terms of Section B.12 of the Code, which I have read and understand, I agree as follows:

1. I hereby grant a worldwide, perpetual, royalty-free, non-exclusive licence:
  - 1.1 to the System Operators and the Regulatory Authorities to publish and/or distribute the Modification Proposal for free and unrestricted access;
  - 1.2 to the Regulatory Authorities to amend, adapt, combine, abridge, expand or otherwise modify the Modification Proposal at their sole discretion for the purpose of developing the Modification Proposal in accordance with the Code;
  - 1.3 to the System Operators and the Regulatory Authorities to incorporate the Modification Proposal into the Code;
  - 1.4 to all Parties to the Code and the Regulatory Authorities to use, reproduce and distribute the Modification Proposal, whether as part of the Code or otherwise, for any purpose arising out of or in connection with the Code.
2. The licences set out in clause 1 shall equally apply to any Derivative Works.
3. I hereby waive in favour of the Parties to the Code and the Regulatory Authorities any and all moral rights I may have arising out of or in connection with the Modification Proposal or any Derivative Works.
4. I hereby warrant that, except where expressly indicated otherwise, I am the owner of the copyright and any other intellectual property and proprietary rights in the Modification Proposal and, where not the owner, I have the requisite permissions to grant the rights set out in this form.
5. I hereby acknowledge that the Modification Proposal may be rejected by the Regulatory Authorities and that there is no guarantee that my Modification Proposal will be incorporated into the Code.