



Capacity Market Code Modifications

WORKSHOP 8 REPORT

29 AUGUST 2019

CONFERENCE CALL

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Document History

Version	Date	Author	Comment
1.0	06 September 2019	Market Modifications Team	Drafting including all working group comments received following meeting
2.0	13 September 2019	Attendee Review complete and document updated.	Final draft published

Distribution List

Name	Organisation
Working Group Attendees	Various

Reference Documents

Document Name
Capacity Market Code
CMC_07_19 Treatment of Multiyear Contracts in the Event of Simultaneous Capacity Auctions
CMC_07_19 Presentation

In Attendance

Name	Company
Julie-Ann Mitchell	AES
Joe Devlin	PPB
Justin Maguire	Bord Na Mona
Brian Mongan	Powerhouse Generation
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Stuart Ffoulkes (Chair)	ESP Consulting
Sean McParland	Energia
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Sandra Linnane	EirGrid

1 PROGRAMME OF WORK AND SYSTEM UPDATE

The Secretariat welcomed all to Workshop 8 and gave an update on the Programme of Work. It was confirmed that modifications CMC_05_19 and CMC_06_19 were currently out for consultation and a decision is expected on 12th September 2019.

It was noted that there was no system update at this time.

1.1 CMC_07_19

RAs presented Modification Proposal ([Presentation Material available here](#))

It was confirmed by the RAs that this is an Urgent Modification Proposal because it affects both the T-1 & T-2 auctions. There is a plan to have the consultation report out by 9th of September with 3 weeks of consultation to follow. The decision will be published on 14th of October in advance of both auctions. It was also marked as urgent due to both capacity auctions running closely together with the risk that capacity awarded in one auction has impacts on the other auction.

The proposer gave a high level overview of the issues that arise when auctions are run close together. A participant may have qualified for the second auction before the results of the other auction has begun. In this situation a CMU could be awarded for both auctions and the capacity cannot be delivered twice.

The proposer summarised that the modification is relatively complicated and covers the four parts below.

- E.9.6 allows the Final Qualification Results to be amended after they have been published, to take account of the results of the earlier auction.
- F.3 recognises the potential impact of a change in Qualified Capacity on the Demand Curve and allows the RAs to amend the demand curve, if required.
- F.7 manages the situation where Net De-Rated Capacity is modified *after* the Participant has submitted their offer into the second auction.
- F.9.3 considers the situation where the results of the first auction are not available, or change, *after* the second auction has already taken place.

The TSOs' representative made a number of points in relation to the above calling for clarification on the changes to parts of E.9.6. These actions are listed below. In addition, the TSOs suggested that consideration be given to changing the Capacity Auction Timetable instead of introducing complex changes to the CMC and the associated operational processes and systems. There may be systems impacts arising from a change of this nature as currently once the Auction is opened, it is not possible to recalculate qualification results.

A discussion took place regarding F.9.3.3A and options A and B that are available to RAs. A generator member voiced concerns that participants would not know why either option was chosen. The proposer gave reassurance that option B would generally be chosen and the auction would be rerun and that it is a rare event to have auctions so close. It was also stressed that the code may become overly complex and the RAs may wish to give consideration to changes to the Capacity Auction Timetables when developing their decision.

Next steps:

E.9.6.1 - proposer to update text regarding provisional results and be more specific in relation to capacity auction results.

E.9.6.4 - proposer to ensure text states that Qualification Results are republished and not individual Qualification Decisions, which are not published until after the Capacity Auction.

Proposer to consider providing for some of the changes in the Capacity Auction Timetable where applicable as it may be known at the time of publishing the CAT of the need to use the proposed paragraphs.

Proposer to review the demand curve and if anything changes needs to be changed in respect of the LCC Areas.

RAs to publish consultation on proposed mod (along the timelines set out in the [RAs' presentation](#)).

2 AOB

Secretariat thanked all for attending the Workshop and confirmed that Capacity Market Workshop 9 will take place on Thursday, 26th September 2019. (Subsequent to this meeting Workshop 9 has been

cancelled as no Modifications Proposals were raised – Workshop 10 is scheduled for Thursday 21st November 2019.)

2.1 NEXT STEPS

1. TSO to publish Working Group Report.
2. RAs to issue Consultation on Urgent Modification Proposal.
3. Proposer to provide more clarity around E.9.6 and submit revised version for inclusion in the RAs Consultation.

APPENDIX 1 – PROGRAMME OF WORK AS DISCUSSED AT WORKING GROUP 8**Status as at 29 August 2019****Modification Proposals 'Under Consultation' without System impacts**

Title	Sections Modified	Sent
CMC_05_19 General Housekeeping Modifications	F.5.1.2(b), J.4.3.5, J.5.1.2, J.5.1.3, F.8.2.1 (b) (ii)	Decision due on 12 Sept 2019

Modification Proposals 'Under Consultation' with System impacts

CMC_06_19 Modification to the Proportion of Delivered Capacity calculation (G.3.1.4)	G.3.1.4, G.3.1.5, Glossary	Decision due on 12 Sept 2019
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Modification Proposals 'Recommended for Rejection'

N/A	N/A	N/A
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RA Decision 'Further Work Required'

N/A	N/A	N/A
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RA Decision Approved Modifications with System Impacts

N/A	N/A	N/A
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RA Decision Approved Modifications with no System Impacts

N/A	N/A	N/A
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RA Decision Rejected

N/A	N/A	N/A
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Withdrawal Notifications

CMC_03_18 E.5.1.1.A	E, J, Appendix D	n/a
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Modification Proposal Extensions

N/A	N/A	N/A
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Capacity Working Group 9 – 26 September 2019 (Conference Call)