



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

17 October 2017

Our Ref: D/17/18976

**SEM Committee Decision for the Regulatory Authorities in relation to Mod_04_17
(Recommendation Report FRR_04_17)**

Dear Esther,

On 4 August 2017, the Modifications Committee submitted a Final Recommendation Report with regard to Modification Proposal Mod_04_17 (Solar in the Single Electricity Market), in accordance with Section 2.213 of Part A of the SEM Trading and Settlement Code (the "Code").

Mod_04_17 was raised by SEMO on 26 May 2017. The purpose of the proposed modification is to make specific provision for Solar Power Units in the market rules. The intention is to treat solar in a similar way to wind given the variable fuel type and Priority Dispatch status.

The Regulatory Authorities note that the Proposer made a presentation to Modifications Committee meeting 74 on 9 June 2017 detailing the impact of not implementing the proposal. The proposal was discussed at the same meeting. The Proposer confirmed that the modification will not require a system change since the intention is to use the Wind fuel type within the Central Market Systems given that the scheduling, dispatch and settlement treatments are identical.

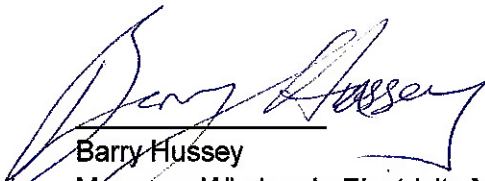
The Regulatory Authorities note that the Modifications Committee voted unanimously to recommend the proposal for approval and took the view that it furthered the following objectives of the Code:

1. to facilitate the participation of electricity undertakings engaged in the generation, supply or sale of electricity in the trading arrangements under the Single Electricity Market;
2. to promote competition in the single electricity wholesale market on the island of Ireland;
3. to ensure no undue discrimination between persons who are parties to the Code.



In accordance with paragraphs 2.218 of Part A of the Code, the Regulatory Authorities direct that a Modification should be made in accordance with the Final Modification Recommendation of the Modifications Committee. For the avoidance of doubt, the version of Mod_04_17 to be made is that set out in the legal drafting in Appendix 1 of FRR_04_17 and should be implemented two Working Days following the receipt of this letter.

Yours sincerely,



Barry Hussey
Manager, Wholesale Electricity Market

