

An Coimisiún
um Rialáil Fóntas
**Commission for
Regulation of Utilities**



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

14 March 2019

Our Ref: F/19/227

SEM Committee Decision for the Regulatory Authorities in relation to Mod_36_18 (Final Recommendation Report FRR_36_18)

Dear Esther,

On 7 February 2019, the Modifications Committee submitted its Final Recommendation Report with regard to Modification Proposal Mod_36_18 "Settlement Document and Invoice Terminology Clarification" in accordance with Paragraph B.17.18.1 of Part B of the SEM Trading and Settlement Code (TSC).

The Modification Proposal Mod_36_18 was submitted to the Modifications Committee by the Single Electricity Market Operator (SEMO) on 28 November 2018.

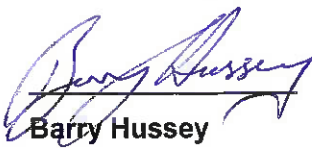
The RAs understand that the Modification Proposal seeks to correct errors where the codified term 'Settlement Document' is incorrectly used in reference to items which do not relate to Energy and Capacity Payments and Charges. This also seeks to address two additional issues in relation to the treatment of Market Operator Charge invoices within Appendix G and inconsistencies in Agreed Procedure 15 (Settlement and Billing) in relation to Market Operator Charges.

The Regulatory Authorities note that a presentation was made to the Modifications Committee on 12 December 2018 setting out the rationale for these changes. If this modification is not implemented, there will be a number of inaccurate references in relation to settlement and invoice terminology within the TSC. The RAs note the importance of correctly defining such terms as there are different treatments in terms of VAT for invoices and Settlement Documents. The FRR notes that implementation of this Modification will further the objectives of the TSC by providing further transparency in the operation of the SEM. The RAs are also of the view that this facilitates greater efficiency in the operation and administration of the SEM.

The Regulatory Authorities also note that the members of the Modifications Committee voted on a unanimous basis to approve this modification.

Considering the above, and in accordance with Paragraph B.17.20 of the Code, the SEM Committee direct that a Modification, as set out in Appendix 1 of FRR_36_18, is implemented on the trading day following receipt of this letter.

Yours sincerely.

A handwritten signature in blue ink, appearing to read 'Barry Hussey', is written over a horizontal line.

Barry Hussey

Manager

Wholesale Electricity Markets