

**Capacity Market Code**

**Modifications**

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| Workshop 11 Report27 January 2020conference call |

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Document History

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| **Version** | **Date** | **Author** | **Comment** |
| 1.0 | 29th Jan 2020 | Market Modifications Team | Drafting including all working group comments received following meeting |
| 2.0 | 4th Feb 2020 | Attendee Review complete and document updated. | Final draft published |

Distribution List

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| --- | --- |
| **Name** | **Organisation** |
| Working Group Attendees | Various |

Reference Documents

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| **Document Name** |
| [Capacity Market Code](https://www.sem-o.com/rules-and-modifications/capacity-market-modifications/market-rules) |
| [CMC\_09\_19 Supplementary Interim Secondary Trading](https://www.sem-o.com/documents/market-modifications/CMC_09_19/CMC_09_19-Modification-SupplementaryInterimSecondarytrading.docx) |
| [CMC\_02\_20 Modification to the required time frame for a T-4 Capacity Auction to take place](https://www.sem-o.com/documents/market-modifications/CMC_02_20/CMC_02_20-ModtotherequiredtimeframeforaT-4CapAuctiontotakeplace.docx) |
| [CMC\_09\_19 Slides](https://www.sem-o.com/documents/market-modifications/CMC_09_19/CMC_09_19-SupplementaryInterimSecondaryTradingSlides.pptx) |
| [CMC\_02\_20 Slides](https://www.sem-o.com/documents/market-modifications/CMC_02_20/RA-CMCModificationWorkshop270120.pdf) |

In Attendance

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| --- | --- |
| **Name** | **Company** |
| Justin Maguire | Bord Na Mona |
| Stacy Feldmann | SSE |
| Sean McParland | Energia |
| Kevin Hannafin | Energia |
| Nigel Wheelhouse | iPower |
| Ian Mullins | Bord Gais Energy Limited |
| Paraic Higgins | ESB Energy & Trading |
| Stuart Ffoulkes | Uregni |
| Kevin Lenaghan | Uregni |
| Elaine Gallagher | EirGrid |
| Robert Corrigan | EirGrid |
| Aodhagan Downey | EirGrid |
| Esther Touhey | SONI |
| Sandra Linnane | EirGrid |

# Programme of Work and System Update

The Secretariat welcomed all to Workshop 11 and thanked all for their attendance considering the short notice of a reschedule to the Workshop.

An update on the Programme of Work was given with confirmation given that CMC\_08\_19 is under consultation with a decision to be released on 13th February 2020.

## CMC\_09\_19

The Secretariat provided an update on this Modification Proposal and confirmed that the open actions are progressing but that a second version of this proposal has not yet been submitted. A second version of this proposal is in progress with the aim of submitting this for discussion at Workshop 12 on 31st March 2020. The Secretariat advised that if there were any queries or comments in relation to this proposal, to contact the Proposer directly.

## CMC\_02\_20

RAs presented Modification Proposal ([Presentation Material available here](https://www.sem-o.com/documents/market-modifications/CMC_02_20/RA-CMCModificationWorkshop270120.pdf))

The Proposer confirmed that this is an Urgent Modification Proposal. It is based on a proposal that was originally raised by the TSOs. This Modification Proposal will allow the RAs time to approve and amend the existing timetable. The RAs confirmed that the Modification Proposal is not intended to be a discussion on the auction timetable itself. A Generator Participant advised that the new draft timetable runs over the Easter holidays and the RAs agreed that this would be considered when approving the revised timetable.

The Proposer presented the presentation material noting that an interim arrangement would be made to modify D.2.1.5 (d) that would allow the Capacity Auction Run Start for the CY2023/24 T-4 Capacity Auction to take place beyond the timescales described in that section. This will enable the RAs to approve a timetable for the T-4 23/24 auction to take place beyond March 2020 and be in compliance with the CMC.

There was a discussion on the additional time that the Modification Proposal would allow for and RAs indicated that the Modification Proposal would allow and auction to take place up to the June 2020. The Proposer gave assurance that there will be an independent publication with a revised timetable and the timetable will be removed from the Modification Proposal.

A Generator Participant raised a point regarding the Clean Energy Package and whether approval by the European Commission of the implementation plans related to resource adequacy were required prior to any approval of changes to the CMC. The Proposer assured that they will take account of impacts from the Clean Energy Package and this change was not reliant on any approvals from the European Commission.

The TSOs’ Representative outlined the below suggested changes to the legal drafting:

* Agreed with the removal of the draft timetable from the text itself as this will leave flexibility to take account of changes.
* Consideration of whether to leave requirement at 42 months and to add, “except where approved by the RAs from time to time”. The RAs indicated that they had opted for the proposed approach to provide more certainty to the market regarding the timing of T-4 auctions.
* Consideration of whether M.10.1.1 needs to refer to the auction year instead of the auction itself to avoid circularity. RAs responded that as the current T-4 auction exists, they felt that using this to trigger the interim provisions was sufficiently robust.

# AOB

Secretariat thanked all for attending the Workshop and confirmed that Capacity Market Workshop 12 will take place on Thursday, 26th March 2020 with a submission deadline of 12th March 2020.

\*Please note that due to a clash with another meeting on 26th March 2020, Capacity Workshop 12 has been rescheduled to Tuesday, 31st March with a submission deadline of Monday, 16th March 2020.

## Next Steps

* TSOs to draft Workshop report.
* RAs to review the legal drafting on CMC\_02\_20 considering the points raised above.
* RAs to issue Consultation on Urgent Modification Proposal CMC\_02\_20 Modification to the required time frame for a T-4 Capacity Auction to take place.

# Appendix 1 – Programme of work as discussed at Working Group 11

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| **Status as at 27 January 2020** |
| **Modification Proposals ‘Under Consultation’ without System impacts** |
| **Title** | **Sections Modified** | **Sent** |
| CMC\_08\_19 Housekeeping Mod E.8.2.5 & E.8.2.8 | E.8.2.5 & E.8.2.8 | Under consultation |
| **Modification Proposals ‘Under Consultation’ with System impacts** |
| N/A | N/A | N/A |
| **Modification Proposals ‘Recommended for Rejection’** |
| N/A | N/A | N/A |
| **RA Decision ‘Further Work Required’** |
| N/A | N/A | N/A |
| **RA Decision Approved Modifications with System Impacts** |
| N/A | N/A | N/A |
| **RA Decision Approved Modifications with no System Impacts** |
| N/A | N/A | N/A |
| **RA Decision Rejected** |
| CMC\_07\_19 Treatment of Multiyear Contracts in the Event of Simultaneous Capacity Auctions | E.9, F.3, F.7, F.9.3 | 30 Oct 2019 |
| **Withdrawal Notifications** |
| CMC\_03\_18 E.5.1.1.A | E, J, Appendix D | 01 Oct 2018 |
| **Modification Proposal Extensions** |
| N/A | N/A | N/A |
| **Capacity Working Group 12 – 26 March 2020 (Conference Call)** |