



**2<sup>ND</sup> AUGUST 2007**

**INFORMATION NOTE: BIDDING CODE OF PRACTICE**

In the Decision Paper on the Bidding Code of Practice [\[AIP/SEM/07/430\]](#), the Regulatory Authorities (RAs) indicated that they were minded to allow greater flexibility in the Bidding Code of Practice in relation to carbon costs alone (paragraph 2.2.2.3).

Greater flexibility in the Bidding Code of Practice can be facilitated only by a modification of existing SEM generation licences. For the avoidance of doubt, the RAs wish to clarify that not only will any changes to licences be subject to full public consultation, but any changes to the published bidding code of practice or licences will not take effect before 1<sup>st</sup> October 2008 when the current Directed Contracts and Non-Directed Contracts with PPB and ESB PG are expected to expire.