Single Electricity Market Committee

Trading & Settlement Code

Flattening Power Factor

for 2009

Consultation Paper

SEM-08-107a

8 September 2008

Introduction

The SEM Trading and Settlement Code (the Code) specifies that the System Operators' shall make a report to the Regulatory Authorities proposing a value for the Flattening Power Factor for each Year at least four months before the start of that Year.¹ The Regulatory Authorities have now received a report from the Market Operator on behalf of the System Operators, proposing a value to apply for the Year 2009.

The purpose of this consultation is to seek views from interested parties on the System Operators' proposal for the value of the Flattening Power Factor to apply in 2009.

The report provided also discusses the possibility of a proposal to modify the Code to provide for two Flattening Power Factors. While this consultation is not concerned with that question any party that has views on that topic should communicate their comments to Aodhagan Downey at the Market Operator (<u>Aodhagan.Downey@sem-o.com</u>), who will receive them on behalf of the System Operators.

The Regulatory Authorities welcome all comments on the proposal for the value of the Flattening Power Factor for 2009 set out in the attachment to this paper. Comments should be sent, preferably in electronic form, to Kevin Hagan and Kevin O'Neill:

Kevin Hagan Commission for Energy Regulation The Exchange Belgard Square North Tallaght Dublin 24 Kevin O'Neill Northern Ireland Authority for Utility Regulation Queens House 10-18 Queen Street Belfast BT1 6ED

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All comments received will be provided to the Market Operator and may be published unless the respondent clearly indicates that the relevant comment is confidential and should not be provided to the Market Operator or should not be published.

All comments should be received by 3rd October 2008.

¹ See paragraph 4.96 of the Code.