MODIFICATION PROPOSAL FORM						
Proposer (Company)	(Company) (assig		Type of Proposal (delete as appropriate) Standard		Modification Proposal ID (assigned by System Operator)	
KAS	KAS		Standard		CMC_12_18	
Contact Details for Modification Proposal Originator						
Name		Telephone number		Email address		
Modification Proposal Title						
Proposed Modifications in regards to the application of tolerance bands						
	Documents affected (delete as appropriate)		Section(s) Affected		Version number of CMC used in Drafting	
Capacity Market Code		D.3.1.2; D.3.1.3; E.8.2.3; E.8.2.6- E.8.2.8; Glossary		1.0		
Explanation of Proposed Change						
(mandatory by originator)						

Implementation of SEMC Decision SEM-18-030 in respect of allowing separate negative tolerance values to be applied to units with emission or run-hour limits.

Legal Drafting Change

(Clearly show proposed code change using **tracked** changes, if proposer fails to identify changes, please indicate best estimate of potential changes)

Modify D.3.1.2(I)

D.3.1.2(I) the final allowed Increase Tolerance and Decrease Tolerance by Technology Tolerance Class that may be applied by a Participant in its Application for Qualification to Capacity Market Unit de-ratings;

Modify D.3.1.3(j)

D.3.1.3(j) the final allowed Increase Tolerance and Decrease Tolerance by Technology Tolerance Class that may be applied by a Participant in its Application for Qualification to Capacity Market Unit de-ratings;

Modify E.8.2.3

- (f) INCTOL is the percentage Increase Tolerance applicable to the Technology Tolerance Class of the Generator Unit or Interconnector as specified in the relevant Initial Auction Information Pack;
- (g) DECTOL is the percentage Decrease Tolerance applicable to the Technology
 Tolerance Class of the Generator Unit or Interconnector as specified in the
 relevant Initial Auction Information Pack; and

Modify E.8.2.6

(g) INCTOL is the percentage Increase Tolerance applicable to the Technology Tolerance Class of the Generator Unit or Interconnector as specified in the relevant Initial Auction Information Pack;

(h) DECTOL is the percentage Decrease Tolerance applicable to the Technology Tolerance Class of the Generator Unit or Interconnector as specified in the relevant Initial Auction Information Pack;

Modify E.8.2.7

- (i) INCTOL is the percentage Increase Tolerance applicable to the Technology Tolerance Class of the Generator Unit or Interconnector as specified in the relevant Initial Auction Information Pack;
- (j) DECTOL is the percentage Decrease Tolerance applicable to the Technology Tolerance Class of the Generator Unit or Interconnector as specified in the relevant Initial Auction Information Pack; and

Modify E.8.2.8

- (j) INCTOL is the percentage Increase Tolerance applicable to the Technology Tolerance Class of the Generator Unit or Interconnector as specified in the relevant Initial Auction Information Pack;
- (k) DECTOL is the percentage Decrease Tolerance applicable to the Technology Tolerance Class of the Generator Unit or Interconnector as specified in the relevant Initial Auction Information Pack; and

Add to Glossary:

Tolerance Class:

means a class, based on technology and either emission limits or limits on running hours, used for determining the Increase Tolerance and Decrease Tolerance applicable to a Generator, Generator Unit or Interconnectors. Tolerance Classes will be determined by the Regulatory Authorities under paragraph D.3.1.3.

Modification Proposal Justification

(Clearly state the reason for the Modification)

See SEM-18-030.

Code Objectives Furthered

(State the Code Objectives the Proposal furthers, see Sub-Section A.1.2 of the CMC Code Objectives)

 (b) to facilitate the efficient, economic and coordinated operation, administration and development of the Capacity Market and the provision of adequate future capacity in a financially secure manner;

Implication of not implementing the Modification Proposal

(State the possible outcomes should the Modification Proposal not be implemented)

Leaves the CMC inconsistent with SEMC Decision SEM-18-030.

Impacts

(Indicate the impacts on systems, resources, processes and/or procedures)

No material impact to systems, resources and processes/procedures.

Please return this form to the System Operators by email to modifications@sem-o.com

Notes on completing Modification Proposal Form:

- If a person submits a Modification Proposal on behalf of another person, that person who proposes the material of the change should be identified on the Modification Proposal Form as the Modification Proposal Originator.
- Any person raising a Modification Proposal shall ensure that their proposal is clear and substantiated with the appropriate detail including the way in which it furthers the Code Objectives to enable it to be fully considered by the Modifications Committee.
- 3. Each Modification Proposal will include a draft text of the proposed Modification to the Code unless, if raising a Provisional Modification Proposal whereby legal drafting text is not imperative.
- 4. For the purposes of this Modification Proposal Form, the following terms shall have the following meanings:

Agreed Procedure(s): means the detailed procedures to be followed by Parties in performing their

obligations and functions under the Code as listed in Appendix D "List of

Agreed Procedures".

Derivative Work:

T&SC / Code: means the Trading and Settlement Code for the Single Electricity Market Modification Proposal: means the proposal to modify the Code as set out in the attached form

means any text or work which incorporates or contains all or part of the Modification Proposal or any adaptation, abridgement, expansion or other

modification of the Modification Proposal

The terms "Market Operator", "Modifications Committee" and "Regulatory Authorities" shall have the meanings assigned to those terms in the Code.

In consideration for the right to submit, and have the Modification Proposal assessed in accordance with the terms of Section 2 of the Code (and Agreed Procedure 12), which I have read and understand, I agree as follows:

- 1. I hereby grant a worldwide, perpetual, royalty-free, non-exclusive licence:
 - 1.1 to the Market Operator and the Regulatory Authorities to publish and/or distribute the Modification Proposal for free and unrestricted access;
 - 1.2 to the Regulatory Authorities, the Modifications Committee and each member of the Modifications Committee to amend, adapt, combine, abridge, expand or otherwise modify the Modification Proposal at their sole discretion for the purpose of developing the Modification Proposal in accordance with the Code;
 - 1.3 to the Market Operator and the Regulatory Authorities to incorporate the Modification Proposal into the Code;
 - 1.4 to all Parties to the Code and the Regulatory Authorities to use, reproduce and distribute the Modification Proposal, whether as part of the Code or otherwise, for any purpose arising out of or in connection with the Code.
- 2. The licences set out in clause 1 shall equally apply to any Derivative Works.
- I hereby waive in favour of the Parties to the Code and the Regulatory Authorities any and all moral rights I may have arising out of or in connection with the Modification Proposal or any Derivative Works.
- 4. I hereby warrant that, except where expressly indicated otherwise, I am the owner of the copyright and any other intellectual property and proprietary rights in the Modification Proposal and, where not the owner, I have the requisite permissions to grant the rights set out in this form.
- I hereby acknowledge that the Modification Proposal may be rejected by the Modifications Committee and/or the Regulatory Authorities and that there is no guarantee that my Modification Proposal will be incorporated into the Code.