



SEM Committee Meeting

Minutes Meeting No. 175

Location: Video-conference

Date: Thursday 21st December 2021

Time: 9.30am – 11.30am

Member attendees:

Commission for Regulation of Utilities (CRU): Aoife MacEvilly, Paul McGowan
Utility Regulator (UR): Bill Emery (SEM Committee Chair), Jon Carlton, John French
Independent members: Odd Håkon Hoelsæter, Professor David Newbery (Deputy)

In attendance:

For all items: John Melvin (CRU), Colin Broomfield (UR), Alan Rainey (Economic Adviser to UR), Ian McClelland (UR), Paul Bell (UR), Donna Maye (UR), Barry Hussey (CRU), Merin Joseph (CRU)

Apologies: Jim Gannon (CRU)

Minutes: Barbara Stevenson (SEMC Secretariat)

Declarations of interest: None

1. Approval and adoption of the agenda

The agenda was approved and adopted.

2. Final qualification results for T-3 CY2024/25 capacity auction (including capacity auction monitor report)

Paul Bell summarised the documents circulated relating to the final qualification results for the T-3 CY2024/25 capacity auction. Detail of the total qualified and available capacity and breakdown of technology type was outlined. Capacity procured in previous capacity auctions, capacity with a multi-year RO and units recommended was discussed. The Committee discussed further engagement with the TSOs and delays in the submission of relevant information.

Donna Maye presented the capacity auction monitor report and the Committee noted the reasonable assurance given. The Committee discussed further specific issues raised by CEPA.

The Committee considered and approved the circulated information note to industry on indexation of the auction price cap for the T-3 CY2024/25 and T-4 CY2025/26 capacity auctions.

The Committee approved the T-3 CY2024/25 final qualification results and capacity auction monitor report. Correspondence to the TSOs confirming approval of the final qualification results and relevant decisions is to be approved by the Committee via correspondence.

3. T-3 CY2024/25 capacity auction – Exceptions applications

Donna Maye and Paul Bell presented the new capacity exception recommendations including detail of applications received, provisional qualification decision changes, approvals, rejections and proposed final determinations. The Committee discussed further information provision from the TSOs and locational constraints.

The Committee approved the new capacity exception recommendations as presented.

4. T-3 CY2024/25 capacity auction final auction information pack

Paul Bell provided an overview of the volumes considerations before the Committee. This included detail of the TSO recommendation and changes since discussions at the SEMC meeting on 14 December 2021. Detail of potential options was provided including relevant capacity and cost.

The Committee discussed further the information provided by the TSOs and experience in previous auctions. Recent market outcomes including amber alerts were discussed.

The Committee approved the volumes for the auction as presented as option 1b.

5. AOB

Paul Bell provided an update on market participant feedback and ongoing dispute in relation to the T-1 CY2022/23 capacity auction.

Colin Broomfield provided a summary of recently received correspondence from the Moyle Interconnector.



Signed: _____

Bill Emery, SEM Committee Chair