



Our Ref: D210399
Contact: Sara O'Connor

Mr Martin Maticka
Group Manager, WA Markets
Australian Energy Market Operator
Level 45, 152 St Georges Terrace
Central Park, Perth WA 6000

Dear Mr Maticka

Approval of the benchmark reserve capacity price for the 2022–23 capacity year

In accordance with clause 2.26.1 of the *Wholesale Electricity Market Rules (1 November 2019)* the Economic Regulation Authority has approved the revised benchmark reserve capacity price (BRCP) of \$141,900 per MW per year for the 2022–23 capacity year, as recommended by the Australian Energy Market Operator (AEMO).

In making its decision to approve the proposed BRCP by AEMO, the ERA considered:

- whether the revised value for the BRCP reasonably reflects the application of the method and guiding principles described in clause 4.16 of the *Wholesale Electricity Market Rules (1 November 2019)*; and
- whether AEMO has carried out an adequate public consultation process.

If you have any queries about this matter, please contact Sara O'Connor, Assistant Director Market Regulations, on 6557 7935.

Yours sincerely

NICOLA CUSWORTH
CHAIR
20 December 2019