

Notice of call for submissions on Procedure Change Proposal

Clause 2.10.7 of the Wholesale Electricity Market Rules

Procedure Change Proposal No:	AEPC_2022_01
Name of WEM Procedure:	WEM Procedure: Certification of Reserve Capacity for the 2022 and 2023 Reserve Capacity Cycles
Date of this notice:	11 November 2022

This notice informs all Rule Participants and interested parties that AEMO has published a Procedure Change Proposal in respect of the WEM Procedure: Certification of Reserve Capacity for the 2022 and 2023 Reserve Capacity Cycles (**Procedure**). AEMO invites submissions on the Procedure Change Proposal.

This consultation is being conducted in accordance with the Procedure Change Process set out in section 2.10 of the Wholesale Electricity Market Rules (**WEM Rules**).

Matter under consultation

The purpose of the Reserve Capacity Mechanism is to provide price signals for investment in the Wholesale Electricity Market (**WEM**), thereby facilitating the efficient entry or exit of capacity to ensure Power System Security and Power System Reliability is maintained. The accurate assignment of Certified Reserve Capacity (**CRC**) is critical to provide those price signals, and to ensure reliability of supply in the South West Interconnected System.

On 23 September 2022, due to a combination of issues including ongoing fuel supply limitations, AEMO called for tenders from potential suppliers of supplementary capacity for the upcoming Hot Season (1 December 2022 to 31 March 2023). This has highlighted the need for AEMO to take additional steps in our assessment of fuel availability for the 2022 Reserve Capacity Cycle CRC process.

Given the importance of the CRC process for the WEM and Market Participants, AEMO proposes to amend the Procedure to:

- specify additional information a Market Participant must provide as evidence of fuel availability in its CRC application under clause 4.10.1(e)(v)(2) of the WEM Rules; and
- clarify the matters AEMO may consider when determining its reasonable expectation of the amount of capacity likely to be available under clause 4.11.1(a) of the WEM Rules.

AEMO has also taken the opportunity to make some minor and administrative changes.

Further details are provided in the Procedure Change Proposal published with this notice. The proposed amended Procedure is also published with this notice.

The consultation process

The consultation process is outlined below. Dates are indicative only and subject to change.

Process Stage	Indicative Date
Publication of Procedure Change Proposal	11 November 2022
MAC meeting	15 November 2022
APCWG / CRC forum	21 November 2022
Closing date for submissions on Procedure Change Proposal	9 December 2022
Publication of Procedure Change Report	15 December 2022
Proposed commencement of amended Procedure	20 December 2022

Invitation to make submissions

AEMO invites submissions on this Procedure Change Proposal, including any alternative options or drafting you consider may improve the proposed WEM Procedure or better meet the Wholesale Market Objectives specified in section 122(2) of the *Electricity Industry Act 2004* (and clause 1.2.1 of the WEM Rules).

Please identify any parts of your submission that you wish to remain confidential, and explain why. AEMO may still publish that information if it does not consider it to be confidential, but will consult with you before doing so.

Meetings

Before the closing date for submissions, you may request a meeting with AEMO to discuss the issues and proposed changes raised in the Procedure Change Proposal, stating why you consider a meeting is necessary or desirable.

If appropriate, meetings may be held jointly with other stakeholders. Subject to confidentiality restrictions, AEMO will generally make details of matters discussed at a meeting available to other stakeholders, and may publish those details.

Closing date and time

Submissions on the Procedure Change Proposal should be sent by email to wa.marketdevelopment@aemo.com.au, by 5:00 PM (Australian Western Standard Time) on 9 December 2022.

All submissions must be provided in PDF or Microsoft Word format. Please send any queries about this consultation to the same email address.

AEMO is not obliged to consider submissions received after the closing date and time. Any late submissions should explain the reason for delay and the detriment to you if AEMO does not consider your submission.

Publication

All submissions will be published on AEMO's website. Confidential information will not be published, other than as specified above.