

## 5MS Executive Forum No. 6 – Meeting Notes

MEETING: Five-Minute Settlement and Global Settlement Executive Forum  
DATE: Wednesday 7 August 2019  
TIME: 3:00PM – 5:00 PM (AEDT)  
LOCATION: AEMO Offices Melbourne, Sydney, Brisbane, Video/Teleconference

### Attendees:

Attendee		Location
Peter Geers	AEMO	Brisbane
Owen Self	Stanwell	Brisbane
Chris Muffett	AEMO	Sydney
Emily Brodie	AEMO	Sydney
Peter Carruthers	AEMO	Melbourne
Sonja Nigmann	AEMO	Melbourne
Greg Minney	AEMO	Melbourne
Monica Morona	AEMO	Melbourne
Camille Hymer	Tango	Melbourne
Stefanie Macri	Red Energy / Lumo	Melbourne
Shaun Cole	Origin Energy	Melbourne
Clinton Rodda	AusNet Services	Melbourne
Wally Borovac	Hydro Tasmania	Melbourne
Robert Lo Giudice	Intellihub	Melbourne
Nabil Chemali	Flow Power	Melbourne
Alison Davis	EvoEnergy	Webex
Buzby Kuramoto	Alinta	Webex
Corinna Woolford	Aurora Energy	Webex
Melinda Buchanan	AGL	Webex
Ross Edwards	Energy Australia	Webex
Jesse Mills	Jemena	Webex
Cheryl Hopkins	Energy Queensland	Webex
Kylie Holland	Mondo	Webex

\*Some members that joined via phone and WebEx may not be included in this list

## 1. Welcome, introductions and apologies – P. Geers (slide 4)

The Chair, Peter Geers welcomed participants to the meeting and noted that for participants joining via teleconference or WebEx, AEMO requests that these inform AEMO of their attendance via the 5ms mailbox for inclusion in the minutes. AEMO noted that the meeting was being recorded for the purposes of developing meeting notes and minutes.

The Chair highlighted the importance and purpose of the Forum, noting the importance of this type of Forum in delivering major reforms for the energy sector, by bringing industry together and encouraging two-way dialogue across issues of importance. The Chair noted that AEMO wanted to ensure that the Forum would enable industry to discuss topics of importance to them, across the 5MS and GS Program, rather than a sole focus on updates from AEMO. The focus would be to enable strategic conversations pertinent to the delivery of the 5MS and GS Program.

The Executive Forum noted their general support for the direction and approach outlined by the Chair.

## 2. Minutes and actions – P. Geers

The Chair received no additional comments in relation to the meeting notes from Executive Forum #5.

No open actions.

## 3. Market Readiness – G. Minney (slides 6-9)

### *Interim Readiness Reporting*

AEMO provided an update to EF members on the outcomes of the recently completed Interim Readiness Reporting Survey. AEMO highlighted the strong response rate from Industry, which enable AEMO to draw initial observations in regard to Industry readiness.

Alinta sought clarification as to whether vendors had been included in the survey process. AEMO clarified that the Interim Readiness Reporting did not include vendors.

### **ACTION 6.2.1: AEMO to consider including vendors in future reporting.**

Stanwell queried if AEMO intended to use the results of Readiness Reporting to understand industry Readiness ahead of the Go-Live date. AEMO confirmed that this was the intent of full Readiness Reporting, which will commence in February 2020.

### *Key Readiness topics for discussion*

Origin noted that the timeframe for delivery of the 5MS and GS Program was short and may not allow for adequate test periods, further noting that this was in the context of a significant body of reform occurring across the energy sector. Origin sought views from other industry members as to levels of concern regarding timeframes available for implementation and testing.

The topic promoted an extensive discussion at the Executive Forum. A number of members noted the risks and agreed extra time for implementation could be beneficial. Equally, some members noted that efforts to date from businesses to deliver to the Program timelines need

to be recognised and any Program delivery delays should be considered with reference to the potential costs of such delay. It was also noted that uncertainty created by a 6 month decision making process would be of concern. Vendor risks were also discussed, with some members noting this as a concern whilst others indicated they had found means to manage this risk.

Executive Forum members noted that generally individual development and delivery of their internal Programs was tracking at the expected levels.

The Chair thanked members for their contribution to the dialogue. Origin indicated they would consider the views and provide advice as to their intentions on whether to take this forward.

**Action 6.2.2: Origin to further consider its position and concerns in relation to Program delivery and communicate to AEMO and Executive Forum.**

Red Energy noted that the AEC is currently developing a map of the various wholesale rules and procedures changes that are currently underway. AEMO suggested this could be presented to the November Executive Forum.

**Action 6.2.3: Red energy to co-ordinate with AEC to bring forward the wholesale rules map for the November Executive Forum.**

**4. AEMO Readiness AEMO Readiness – 5MS & GS Program status update – Sonja Nigmann (slides 13-16)**

AEMO provided a Program update to the Executive Forum, noting all Program workstreams were tracking as “green” overall.

**5. Industry Risks and Issues Register update – Sonja Nigmann (slides 18-19)**

AEMO provided an overview of the Industry Risks and Issues Register review undertaken at the July Program Consultative Forum meeting and highlighted the risks and issues ranked as “critical”.

Forum members noted the risks and issues. Ausnet suggested that it would be beneficial if a risk trend column and rating would be useful.

**ACTION 6.4.1: AEMO to include risk trend analysis in the risks and issues register.**

**6. Cost recovery update – P. Carruthers (slide 21)**

AEMO provided an update to the Executive Forum in relation to the cost recovery approach. This is a two-stage consultation approach as required under the Rules to be considered as a declared NEM Project. AEMO commenced first-stage consultation on 22 July 2019 and closing date for submissions is 27 August.

Red Energy sought clarification in regard to Stage 2 fees consultation and if this would apply only to 5MS and GS activities or the whole AEMO fee structure. AEMO confirmed that Stage 2 would focus solely on the 5MS and GS fees. AEMO further noted that the AEMO fee methodology will be reviewed in 2020 to take effect from 1 July 2021. Consultation for AEMO’s overall fee methodology is expected to be separate to the consultation for the declared NEM Project.

## **7. Forward Meeting Plan – P. Carruthers (slide 23)**

AEMO sought feedback from Forum members in relation to the proposed Forward agenda, in particular views on the opportunity for various business types to present their approach to 5MS and GS implementation to the Forum, to assist members to understand some of the approaches taken and challenges faced across the various participant types.

Members noted general support for the approach and confirmed with AEMO that it would be supportive of Executive Forum representative from across the various categories of participants – Generator, large and small Retailer, Network Service Provider and Metering Service Provider.

**Action 6.7.1: Executive Forum Members to nominate to present their approach to 5MS & GS Program implementation.**

## **8. General Questions – P. Carruthers**

Participant requested contact details for key 5MS team members. AEMO noted that the main contact point is the [5MS@aemo.com.au](mailto:5MS@aemo.com.au) email address.

**Meeting Closed**

## ACTIONS

Item	Topic	Action required	Responsible	Status
<b>EF 6</b>				
6.2.1	Market Readiness	AEMO to consider including vendors in future reporting.	AEMO	Open
6.2.2	Market Readiness	Origin to further consider its position and concerns in relation to Program delivery and communicate to AEMO and Executive Forum via out-of-session teleconference.	EF Member – Origin	Open
6.2.3	Market Readiness	Red energy to co-ordinate with AEC to bring forward the wholesale rules map for the November Executive Forum.	EF Member – Red Energy / Lumo	Open
6.4.1	Industry Risks and Issues	AEMO to include risk trend analysis in the risks and issues register.	AEMO	Open
6.7.1	Forward Meeting Plan	Executive Forum Members to nominate to present their approach to 5MS & GS Program implementation at EF #7.	EF Members	Open