



WEM Procedure: Monitoring and Reporting Protocol

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Version Release History

| Version | Effective Date | Summary of Changes |
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| 1.0 | 22 May 2019 | New Market Procedure |
| 2.0 | 1 October 2023 | WEM Procedure amended in accordance with Wholesale Electricity Market Amendment (Tranches 2 and 3 Amendments) Rules 2020 |

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1. Introduction

1.1. Purpose and scope

- 1.1.1. This WEM Procedure: Monitoring and Reporting Protocol (Procedure) is made in accordance with AEMO's functions under clause 2.1A.2(h) of the Wholesale Electricity Market Rules (WEM Rules).
- 1.1.2. The *Electricity Industry Act 2004* (WA), the WEM Regulations and the WEM Rules prevail over this Procedure to the extent of any inconsistency.
- 1.1.3. In this Procedure, where obligations are conferred on a Rule Participant, that Rule Participant must comply with the relevant obligations in accordance with clause 2.9.7A, 2.9.7D or 2.9.8 of the WEM Rules, as applicable.
- 1.1.4. The purpose of this Procedure is to set out:
 - (a) how AEMO will carry out its obligations to monitor Rule Participants' behaviour for compliance under clause 2.13.7 **[clause 2.15.4(a)]**;
 - (b) how AEMO will carry out its obligations to support the Economic Regulation Authority under clauses 2.13.4, 2.13.8 and 2.13.9 **[clause 2.15.4(c)]**;
 - (c) the notification and reporting processes that AEMO will use to notify the Economic Regulation Authority under clause 2.13.14 and 2.13.15 **[clause 2.15.4(d)]**;
 - (d) the situations where AEMO considers it does not need to notify the Economic Regulation Authority of an alleged breach under clause 2.13.14 **[clause 2.15.4(e)]**; and
 - (e) any other matters relevant to AEMO's obligations in section 2.13 **[Clause 2.15.4(f)]**.
- 1.1.5. Appendix A of this Procedure outlines the head of power clauses that this Procedure is made under, as well as other obligations in the WEM Rules covered by this Procedure.

1.2. Definitions

- 1.2.1. Terms defined in the *Electricity Industry Act 2004* (WA), the WEM Regulations and the WEM Rules have the same meanings in this Procedure unless the context requires otherwise.

1.3. Interpretation

- 1.3.1. The following principles of interpretation apply in this Procedure unless the context requires otherwise.
 - (a) Clauses 1.3 to 1.5 of the WEM Rules apply in this Procedure.
 - (b) References to time are references to Australian Western Standard Time.
 - (c) Terms that are capitalised, but not defined in this Procedure, have the meaning given in the WEM Rules.
 - (d) A reference to the WEM Rules or WEM Procedures includes any associated forms required or contemplated by the WEM Rules or WEM Procedures.
 - (e) Words expressed in the singular include the plural and vice versa.
 - (f) A reference to a paragraph refers to a paragraph of this Procedure.

- (g) A reference to an appendix refers to an appendix of this Procedure.
- (h) A reference to a clause refers to a clause or section of the WEM Rules.
- (i) References to WEM Rules in this Procedure in bold and square brackets **[Clause XXX]** are included for convenience only, and do not form part of this Procedure.
- (j) Text located in boxes and headed as **E[X]** in this Procedure is included by way of explanation only and does not form part of this Procedure. The Procedure prevails to the extent of any inconsistency with the explanatory notes contained within it.
- (k) The body of this Procedure prevails to the extent of any inconsistency with the figures, diagrams, appendices, schedules, annexures or attachments contained within this document.

1.4. Related documents

- 1.4.1. The documents in Table 1 are associated with this Procedure.

Table 1 Related documents

| Reference | Title | Location |
|---------------|------------------------------------|-----------------------------|
| WEM Procedure | WEM Procedure: Monitoring Protocol | ERA Website |

2. Monitoring

2.1. Monitoring required by the Economic Regulation Authority in accordance with clauses 2.13.7(a) and 2.13.7(c)

- 2.1.1. In monitoring for compliance in accordance with the list developed by the Economic Regulation Authority (ERA) under clause 2.16.2A(aA), AEMO will use:
 - (a) any relevant processes and systems it has in place; and
 - (b) any other monitoring tools, developed and implemented in agreement with the ERA in accordance with clause 2.16.2AA.

3. Requests for assistance and cooperation from the ERA

- 3.1.1. Where the ERA requires cooperation from AEMO in accordance with clause 2.13.4, AEMO will facilitate the ERA's request using systems and processes it has in place under paragraph 2.1.1.
- 3.1.2. Where the ERA has made a request for assistance in accordance with clause 2.13.8, AEMO will use systems and processes it has in place under paragraph 2.1.1 to provide any information or analysis relevant to the ERA's request.
- 3.1.3. AEMO must respond to a request made under paragraph 3.1.2 in accordance with clause 2.13.9.

4. Reporting

4.1. Reporting alleged breaches

4.1.1. Except where paragraph 4.2.1 applies, where AEMO becomes aware of an alleged breach of the WEM Rules or WEM Procedures through:

- (a) monitoring required under paragraph 2.1;
- (b) activities required by the ERA under paragraphs 3.1.1 or 3.1.2; or
- (c) any other means,

it must report the alleged breach to the ERA in accordance with the methods specified in the ERA's WEM Procedure: Monitoring Protocol.

4.1.2. When preparing alleged breach reports, AEMO will prioritise alleged breaches that it considers may have had a significant impact on Rule Participants or the Wholesale Electricity Market.

4.2. Where AEMO may not notify the ERA of an alleged breach in accordance with clause 2.13.14

4.2.1. AEMO may develop, in consultation with ERA, a list of WEM Rules for which, in accordance with clause 2.13.14, AEMO may, but is not required to, notify the ERA of any alleged breach where the ERA is in possession of information or other documents or analysis that allows the ERA to identify an alleged breach of the relevant WEM Rules or WEM Procedures.

4.2.2. AEMO must publish any list developed in accordance with paragraph 4.2.1 on the WEM Website as soon as practicable.

4.2.3. AEMO must notify and report alleged breaches of WEM Rules it becomes aware of, that are not on the list under paragraph 4.2.1, in accordance with paragraph 4.1.1.

Appendix A. Relevant clauses of the WEM Rules

Table 2 details:

- (a) the head of power clauses in the WEM Rules under which the Procedure has been developed; and
- (b) each clause in the WEM Rules requiring an obligation, process or requirement be documented in a WEM Procedure, where the obligation, process or requirement has been documented in this Procedure.

Table 2 Relevant clauses of the WEM Rules

| Clause |
|-----------|
| 2.15.4(a) |
| 2.15.4(c) |
| 2.15.4(d) |
| 2.15.4(e) |
| 2.15.4(f) |