

1. NOTICE OF CONSULTATION

National Electricity Rules – Rule 8.9

1.1. Five Minute Settlement – Reallocation procedures

Date of Notice: 21 December 2018

This notice informs all Registered Participants and interested parties (Consulted Persons) that AEMO is conducting a consultation on the below reallocation procedures as a result of the Five Minute Settlement (5MS) rule change and other matters.

- Reallocation Procedure: Energy and Dollar Offset Reallocations (EDOR)
- Reallocation Procedure: Swap and Option Offset Reallocations (SOOR)

Under clause 3.15.11A(b) of the rules, AEMO may make minor or administrative amendments to the reallocation procedures without complying with the full Rules consultation requirements as defined in clause 8.9 of the NER.

AEMO considers that the proposed changes are of an administrative nature. On that basis this consultation is expected to involve only one round, with the final report and determination expected in late February 2019. AEMO may extend the consultation process should Consulted Persons raise material issues requiring further consideration.

Matter under Consultation

The matter for consultation involves changes to the reallocation procedures resulting from the implementation of the 5MS rule on 1 July 2021 (5MS commencement date), as well as other administrative improvements and minor updates.

A consultation draft of the reallocation procedures is published with this notice. A summary of changes is provided below:

5MS related changes

- Update of all references to half-hourly energy profile and half-hourly regional reference price to trading interval energy profile and trading interval regional reference price.
- Removal of all references to 48 period IDs, replaced with a new definition of 'Period ID' that allows for 48 intervals up to the 5MS commencement date and 288 intervals afterwards.
- Update of specified trading interval times to cover 30 minute and 5 minute intervals as applicable.
- Transitional arrangements for 5-minute reallocations from the 5MS commencement date. AEMO's approach is that no 30-minute reallocations can be entered or processed in respect of any period from 1 July 2021. AEMO will update the reallocations interface prior to the 5MS transition date to provide the functionality to accept 5-minute reallocations for those periods.

Non-5MS related changes

- Procedures updated to reflect new AEMO procedures format.

- New definition of ‘Calendar’ for the purposes of defining business and non-business days for a reallocation transaction, referred to in the requirements for submission and authorisation of requests. This will facilitate future functionality for participants to select regional business calendars, which AEMO is currently investigating.
- Update of the Lodgement Process section to expand methods available to market participants for reallocation data submission.

The Consultation Process

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

PROCESS STAGE	INDICATIVE DATE
Closing date for submissions in response to this Notice	1 February 2019
Publication of Final Report and Determination	Late February 2019

Invitation to Make Submissions

AEMO invites written submissions on the matter under consultation, including any alternative or additional proposals you consider may better meet the objectives of this consultation and the national electricity objective in section 7 of the National Electricity Law.

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.

Please note that material identified as confidential may be given less weight in the decision-making process than material that is published.

Meetings

In your submission, you may request a meeting with AEMO to discuss the matter under consultation, stating why you consider a meeting is necessary or desirable.

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

Closing Date and Time

Submissions in response to this Notice of Consultation should be sent by email to 5ms@aemo.com.au to reach AEMO by 5.00pm (Melbourne time) on 1 February 2019.

All submissions must be forwarded in electronic format (both pdf and Word). Please send any queries about this consultation to the same email address.

Submissions received after the closing date and time will not be valid, and AEMO is not obliged to consider them. Any late submissions should explain the reason for lateness and the detriment to you if AEMO does not consider your submission.

Publication

All submissions will be published on AEMO's website, other than confidential content.