

# Notice of call for submissions on Procedure Change Proposal

Clause 2.10.7 of the Wholesale Electricity Market Rules

<b>Procedure Change Proposal No:</b>	AEPC_2023_02
<b>Name of WEM Procedure:</b>	Reserve Capacity Security
<b>Date of this notice:</b>	21 July 2023

This notice informs all Rule Participants and interested parties that AEMO has published a revised Procedure Change Proposal in respect of the WEM Procedure: Reserve Capacity Security. AEMO invites submissions on the Procedure Change Proposal.

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

## Matter under consultation

In accordance with clause 2.10.17 of the Wholesale Electricity Market Rules (**WEM Rules**), this notice of call for submissions contains modified time periods for the Procedure Change Process conducted by AEMO under clause 2.10.7 of the WEM Rules. The revised Procedure Change Proposal relates to proposed amendments to the WEM Procedure: Reserve Capacity Security.

This revised Procedure Change Proposal includes further changes relating to guarantees and bank undertakings. After further investigation, AEMO has identified that some Security Providers require original hard copies to be presented if it needs to draw upon a guarantee or bank undertaking. AEMO considers there is significant risk if it is unable to draw upon the guarantee if an original is not provided is significant, as it may result in the market paying for capacity that is not delivered.

To address the risk, AEMO is proposing updates to the requirement for hard copies of bank guarantees to be submitted before the deadline in clause 4.1.13.

AEMO has also included an amendment to allow Security Deposit deeds to be executed electronically. This addresses stakeholder feedback provided at the AEMO Procedure Change Working Group.

Further details are provided in the Procedure Change Proposal published with this notice. The proposed amended WEM 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	Complete
Closing date for submissions on Procedure Change Proposal	Closed
Publication of revised Procedure Change Proposal	21 July 2023
Closing date for submissions on revised Procedure Change Proposal	28 July 2023
Publication of Procedure Change Report	11 August 2023
Proposed commencement of amended WEM Procedure version 6.1	18 August 2023
Proposed commencement of amended WEM Procedure version 7.0	1 October 2023

## 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 submission, 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](mailto:wa.marketdevelopment@aemo.com.au) by 5.00pm (Perth time) on 28 July 2023.

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 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.