

Energy in  
action.®

**5 June 2014**

Ms Cheryl Huang  
Australian Energy Market Operator  
GPO Box 2008  
Melbourne VIC 3001

Dear Ms Huang

**Credit Limits Procedures 2014 – Consultation Paper**

AGL Energy Ltd (AGL) welcomes the opportunity to make a submission in response to the Australian Energy Market Operator's (AEMO) 2014 Consultation Paper on Credit Limits Procedures (CLP) (the Paper).

AGL has a keen interest in the review of credit limits procedures as it is a market participant in the National Electricity Market (NEM) with over 3.5 million retail gas and electricity customers, investments in energy services, and significant generation assets.

Overall, AGL does not have concerns with the changes proposed in the Paper regarding the repeal of the carbon price, the MCL for new entrants and other minor amendments, with one exception.

AGL is concerned with the time proposed from the date of royal assent to the date that credit support is actually adjusted. We consider that the three weeks allowed for AEMO to calculate the revised MCL seems unreasonably long. Especially considering that AEMO are able to revise the MCL at short notice for example, when there are late changes in weather forecasts or demand. Hence, AGL requests that AEMO reassess the time frame in order to determine whether it can make the relevant calculations in a shorter timeframe.

If you have any queries about the submission or require further information, please contact Josynta Singh at [jsingh@agl.com.au](mailto:jsingh@agl.com.au) or on 03 8633 6628.

Yours sincerely,



**Simon Camroux**  
Manager Wholesale Markets Regulation  
AGL Energy Ltd



- > Being selected as a member of the Dow Jones Sustainability Index 2006/07
- > Gaining accreditation under the National GreenPower Accreditation Program for AGL Green Energy®, AGL Green Living® and AGL Green Spirit
- > Being selected as a constituent of the FTSE4Good Index Series