

Notice to Participants of AEMO's decision on making the Wholesale Market Administered Pricing Procedures (Victoria)

AEMO advises all Registered Participants and other interested stakeholders that consultation on changes to the Wholesale Market Administered Pricing Procedures (Victoria) under the expedited procedure change consultative process, prescribed in rule 135EF of the National Gas Rules (NGR), concluded on 28 June 2017.

Taking into account the assessment provided in the Impact and Implementation Report (IIR) and submissions made by consulted persons, AEMO hereby gives notice of its decision to make the proposed Wholesale Market Administered Pricing Procedures (Victoria), effective from 28 July 2017.

The changes made to the Wholesale Market Administered Pricing Procedures (Victoria) are as follows:

- Add a new material curtailment trigger for an administered price period;
- Modify the existing ROLR trigger for an administered price period; and
- Minor layout changes.

AEMO received one submission in response to the Proposed Procedure Change (PPC), and one submission in response to the Impact and Implementation Report (IIR). AEMO's response to the submission on the IIR is provided in the Attachment A.

Full submissions may be found at: <http://www.aemo.com.au/Stakeholder-Consultation/Consultations/DWGM---Administered-Pricing-Procedures>

AEMO considers that the procedure changes meet the requirements of the National Gas Objective in that they promote the efficient operation and use of natural gas services with respect to price and security of supply.

As required by Rule 135EF(5), AEMO publishes this notice to inform Participants that the amended Wholesale Market Administered Pricing Procedures (Victoria) will become effective from 28 July 2017.

Notice Date: 6 July 2017

Attachment A: Summary of stakeholder comments on AMDQ Proposed Procedure Change

This attachment presents a summary of stakeholders’ comments in response to the Wholesale Market AMDQ Procedures Impact and Implementation Report (IIR), published by AEMO on 04 August 2016 as part of a formal consultation under Rule 135EE of the National Gas Rules (NGR).

AEMO received 1 submission in response to the IIR from AGL Energy Limited

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Org	Summary of comment	Response
AGL	AGL is supportive of AEMO’s proposed changes to the procedures. AGL considers that updating the procedures to include a more defined trigger that considers the materiality based on market share impact is an appropriate step for the market. AGL agrees that the new ROLR trigger reflects that the exit of retailers holding less than 3% market share may not impact the markets ability to continue to maintain supply.	Noted.