



# NOTICE OF DETERMINATION

## Notice to all Registered Participants (Participants) under the National Gas Rules (NGR)

This notice advises all Participants and other interested stakeholders of AEMO's determination in accordance with part 15B of the NGR to remove, amend and make procedures related to the:

2020 DWGM Enhancements

Procedures amended:

- Wholesale Market Gas Scheduling Procedures
- Wholesale Market Uplift Payment Procedures
- Wholesale Market Ancillary Payment Procedures

Procedures made:

- Capacity Certificates Auction and Transfer Procedures

Procedures removed:

- Wholesale Market AMDQ Procedures

In 2020, the AEMC made the following rule changes in respect of the DWGM:

1. DWGM simpler wholesale price<sup>1</sup>; and
2. DWGM improvement to AMDQ regime<sup>2</sup>.

The 2020 DWGM enhancements require updates to the existing wholesale market procedures as well as the creation of two new procedures to govern capacity certificates.

Consultation on changes to these procedures concluded on 14 April 2021. AEMO received one submission in response to the impact and implementation report (IIR). The submission and AEMO's response are outlined in Attachment A. These procedures will be implemented as published with the IIR, other than the Capacity Certificates Auction and Transfer Procedures which includes some minor updates for clarity and will be re-published with this notice.

As required by the NGR transitional provisions, this determination will take effect from the commencement date of 1 January 2023. However, to the extent that the procedures relate to a transitional capacity certificates auction that AEMO is required by the AEMC rule change to conduct to allocate capacity certificates prior to the expiration of AMDQ credit certificates on 31 December 2022, the procedures take effect from the date on which AEMO publishes the notice of the transitional capacity certificates auction.

Notice Date: 6 May 2021

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<sup>1</sup> <https://www.aemc.gov.au/rule-changes/dwgm-simpler-wholesale-price>

<sup>2</sup> <https://www.aemc.gov.au/rule-changes/dwgm-improvement-amdq-regime>



Organisation	Summary of comment	AEMO's response
AGL	<p><i>DWGM Uplift Payment Procedures</i></p> <p>There is a lack of transparency for market participants when it comes to matters contained in the service envelope agreement (SEA) between the Declared Transmission System Service Provider (DTS SP) and AEMO. We understand that AEMO is bound by confidentiality clauses in the SEA and appreciate the steps AEMO has taken to give participants some insight by separating out new uplift categories.</p> <p>Should there be an opportunity to revisit the terms of the SEA, AGL would encourage AEMO and the DTS SP to consider improving transparency for market participants, particularly on the Common Model, given the flow-on impacts it has.</p>	<p>Noted. AEMO agrees that increased transparency is generally desirable.</p>
AGL	<p><i>DWGM Capacity Certificates Auction and Transfer Procedures</i></p> <p>AEMO notes that there is no legal requirement to mandate that auction participants sign an auction participation agreement with AEMO prior to participating in a certificate auction. We note that it may be necessary to impose a requirement to enter such an agreement should a secondary trading platform for the transfer of capacity certificates develop in future.</p>	<p>Should a secondary trading platform develop, AEMO will consider the appropriate governance arrangements at that point in time.</p>

Attachment A: Summary of stakeholder comments