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## Agenda Item 7c: REGWG Update

### 1. UPDATE ON REGWG WORK PACKAGES

The REGWG last met on 27 May 2010. At this meeting the following was discussed:

- Work Package 2: Summary of REGWG comments and MMA responses to REGWG comments;
- Work Package 3: Draft Report for member comments and questions; and
- Work Package 4: Update.

The next REGWG meetings are scheduled for 24 June 2010 and 22 July 2010.

#### **Work Package 1: Impacts of Government Policy on Intermittent Generation Penetration**

At the 12 May 2010 MAC meeting it was noted that the Work Package 1 report was still an interim report as there were two forecasting elements to consider:

- The overnight load forecasts (which have since been resolved); and
- Ensuring that the long-term forecasts in the ROAM report align with the informal long-term forecasts recently prepared by NIER (for the Office of Energy).

Issues with the NIER forecasts have now been largely identified and resolved. The IMO is working with ROAM to assess the implications for the REGWG work.

#### **Work Package 2: Valuing the Capacity of Intermittent Generation in the South-West interconnected system of Western Australia**

The draft report was delivered by MMA on 10 December 2010. Extensive consultation followed receipt of the draft report. This consultation resulted in a number of significant issues being raised, leading to an extensive amount of further analysis.

In response to these issues, a further report titled Supplementary Analysis of Capacity Valuation Metrics was delivered in March 2010. MMA presented the findings of the report to the REGWG at its April meeting.

The IMO is currently preparing a detailed summary of the conclusions and recommendations developed both in the report and by REGWG members. This “summary paper” will be provided to the REGWG members for review and comment to assist the IMO in finalising any Market Rule Changes that may eventuate.



### **Work Package 3 - Assessment of Frequency Control Services**

The draft report was delivered by ROAM Consulting on 13 April 2010. Following a preliminary review the draft was issued to the REGWG for its May 2010 meeting. Consolidated comments on this draft report are currently being prepared.

### **Work Package 4 - Assessment of Technical Rules**

The draft report was delivered by SKM on 7 May 2010. The report is currently under preliminary review by the IMO and Western Power (as having primary responsibility for the Technical Rules). The draft report will be issued to the REGWG members with meeting papers for the June meeting.

## **2. RECOMMENDATIONS**

It is recommended that the MAC:

- **Note** this update.