

Commencement Notice: Wholesale Electricity Market Rules

Amending Rules RC_2018_02

These Amending Rules are made under the *Electricity Industry Act 2004* and the *Electricity Industry (Wholesale Electricity Market) Regulations 2004* on 26 March 2018.

These Amending Rules commence at 8:00 AM on 27 March 2018.

The following clauses are amended (~~deleted wording~~, new wording):

1.17.5. The operation of:

...

(d) clause 4.11.3C is modified so that the Economic Regulation Authority is not required to conduct the first review of the Relevant Level Methodology before 1 April ~~of the second year of the specified period; 2019~~, and:

i. the values of the parameters K and U in Step 17 of Appendix 9 to be applied for the 2018 Reserve Capacity Cycle are deemed to be the K and U values determined for the 2017 Reserve Capacity Cycle as published on the Market Web Site; and

ii. in conducting the first review of the Relevant Level Methodology, the Economic Regulation Authority must determine the values of the parameters K and U to be applied for the 2019 and 2020 Reserve Capacity Cycles; and

...

Appendix 9: Relevant Level Determination

Step_17: Determine the facility adjustment factor (in MW) for each Candidate Facility f ("Facility Adjustment Factor") in accordance with the following formula:

Facility Adjustment Factor = $\min(G \times \text{Facility Variance } (f), \text{Facility Average Performance Level } (f) /_{\sqrt{3}} + K \times \text{Facility Variance } (f))$

Where

$G = K + U /_{\sqrt{3}} \text{Facility Average Performance Level } (f)$

K is determined in accordance with the following table:

Reserve Capacity Cycle	Capacity Year	K value
2012	2014/15	0.001

2013	2015/16	0.002
2014	2016/17	0.003
2015 onwards	From 2017/18 onwards	To be determined by AEMO the <u>Economic Regulation Authority</u> in accordance with clause 4.11.3B <u>4.11.3C</u> .

U is determined in accordance with the following table:

Reserve Capacity Cycle	Capacity Year	<u>U value</u>
2012	2014/15	0.211
2013	2015/16	0.422
2014	2016/17	0.635
2015 onwards	From 2017/18 onwards	To be determined by AEMO the <u>Economic Regulation Authority</u> in accordance with clause 4.11.3B <u>4.11.3C</u> .