

MINUTES – PIPELINE CAPACITY TRADING MEETING

MEETING: REFERENCE GROUP PART 1
DATE: Friday, 4 May 2018
TIME: 9:00 pm – 1:00 pm (AEDT)
LOCATION: AEMO Melbourne, Brisbane, Sydney and Adelaide. Dial in facilities available

1. Attendees

Meeting attendees were welcomed.

2. Confirm Agenda

Agenda was confirmed with no amendments.

3. Industry Reference Group

3.1 Legal Framework (Slides 5 – 35)

Preliminary consultation on draft of Procedures, Exchange Agreement and Auction agreement will run until 18 May 2018. A relatively short period of time, with a focus on identifying rules based issues in light of the detailed procedures.

Procedures, Exchange Agreement and Auction agreement will commence formal consultation in August and run for six weeks. Following review, drafts will be released early October after enactment by SA parliament.

Capacity Transfer and Auction procedures outline the operation of the market as well as the obligations for AEMO, Service Providers and participants. However, Service Providers cannot join the Auction Agreement.

Existing GSH trading participants will have automatic access to the CTP. However, all participants will need to sign the auction agreement prior to participating in the DAA.

Once a contract reference selection occurs, it can continue to be left in system (“set and forget”) for the duration of the contract.

In the case of an invalid contract reference, the onus is on the trader to change reference for future trades/orders. Participant to be advised of failed transfer via report, a short remedy period exists following that notification. Offering Shippers need to ensure capacity is available. The same rules apply as the GSH.

In response to a query related to the processes for updating auction quantities following the delay of an auction, AEMO note that there are rules to provide revised auction quantity limit updates to AEMO.

Amendments to STTM and DWGM capacity rights will be automated.

3.2 Day Ahead Auction (Slides 36 – 54)

AEMO seeks feedback on the proposed \$50 maximum bid price.

Note: Slide 49 – 21.2.1. Part B – Data by 13:00 on day -1 amend to day +1, data is for settlement purposes.

AEMO will develop solver in house and it will be certified externally.

A process for querying is in the Rules and Auction Ahead. There is no participant compensation fund. Auditors also perform checks on AEMO in all markets.

Reporting of interruptions to auction services was queried. AEMO will publish a Revised Auction Quantity report. The GRMG sought feedback during rules consultation on the publication of on-the-day information about auction service curtailment.

Part 1 of the meeting closed.

3.3 Feedback

Feedback can be supplied to AEMO at pct@aemo.com.au.

4. Next meeting

The next Reference Group meeting is scheduled for 4 June 2018. (Subsequently changed to 13 June 2018)