

Impact and Implementation Report (IIR) – STTM Procedures – Removal of Rosalind Park CTP

Impacted jurisdiction(s)	Sydney STTM hub only		
Proponent	Luke Stevens	Company	AEMO
Affected Gas Market(s)	Short Term Trading Market (STTM)	Consultation process (Ordinary or Expedited)	Expedited
Industry Consultative forum(s) used	Gas Wholesale Consultative Forum (GWCF)	Date Industry Consultative forum(s) consultation concluded	27 February 2024
Short Description of change(s)	Removal of the Rosalind Park custody transfer point from section 2.2 of the STTM procedures.		
Procedure(s) or Documentation impacted	STTM Procedures		
IIR Prepared By	Luke Stevens	Approved By	Violette Mouchaileh
Date IIR published	27 February 2024	Date Consultation under 135EE or 135EF concludes	19 March 2024
Email Address for Responses	GWCF_Correspondence@aemo.com.au		

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Impact and Implementation Report – Detailed Report Section

Critical Examination of Proposal

1. Description of issue

AGL has informed AEMO that the Rosalind Park Gas Production Facility ceased to be part of the market on 31 October 2023. This procedure update is to remove the Rosalind Park custody transfer point from the STTM procedures section 2.2(d) described as:

custody transfer point 4: the connection between the respective pipelines identified in Pipeline Licence No. 30 (Rosalind Park CSM) and Pipeline Licence No. 1 (Wilton to Horsley Park) issued under the Pipelines Act 1967 of New South Wales, being the Rosalind Park Receipt Point located at chainage KP 15.3 of the Wilton to Horsley Park natural gas pipeline.

This Procedure change is to reflect the removal of this custody transfer point following the decommissioning of the Rosalind Park gas production facility.

1.1. How to make a submission

Anyone wanting to make a submission to this consultation are requested to use the response template provided in Attachment B. Submissions are due **COB 19 March 2024** and should be e-mailed to <u>GWCF Correspondence@aemo.com.au</u>.

2. **Reference documentation**

STTM Procedures

3. Overview of changes

The changes to the STTM Procedures include:

(a) Remove the following text from section 2.2(d) of the STTM procedures:

custody transfer point 4: the connection between the respective pipelines identified in Pipeline Licence No. 30 (Rosalind Park CSM) and Pipeline Licence No. 1 (Wilton to Horsley Park) issued under the Pipelines Act 1967 of New South Wales, being the Rosalind Park Receipt Point located at chainage KP 15.3 of the Wilton to Horsley Park natural gas pipeline.

(b) AEMO considers that the proposal to amend the Procedures meets the requirement of NGR135EF(2) as the changes to the Procedures are non-material (i.e. unlikely to have a significant financial or operational impact on Registered participants or BB participants) being solely for the purpose of removing a custody transfer point.

- (c) AEMO notes that:
 - AGL, as operator of the Rosalind Park gas production facility, agreed to decommission the gas production facility on 31 October 2023. This process aligns the Procedure change to the decommissioning of the receipt point connected to the distribution system.
 - (ii) AEMO was informed on 23 February 2024 of Jemena Gas Networks and AGL agreement to a target decommissioning date of 12 April 2024.
 - (iii) The STTM Procedure change will be effective from 26 April 2024.

4. Likely implementation requirements and effects

There are no system changes requires as a consequence of this Procedure change. AEMO, in consultation with AGL, end dated the Rosalind Park gas production facility's operation in the STTM Sydney hub on 31 October 2023.

This Procedure change reflects the removal of the custody transfer point reflected by the equipment used to connect the facility to Jemena Gas Networks distribution system.

5. Overall cost and benefits

AEMO is required to make this Procedure change to ensure the Procedure's custody transfer points reflect those used to supply gas to the STTM hub.

6. Magnitude of the changes

AEMO is making this Procedure under the expedited process for making Procedures under rule 135EF of the NGR, as AEMO considers the changes are non-material as it will not have a significant financial or operational impact on Registered participants.

7. Consistency with National Gas Rules and National Gas Objective

Regarding these changes, AEMO's preliminary assessment of the proposal's consistency with the NGR and NGO is:

Requirement	AEMO's Preliminary Assessment
Consistency with National Gas Law (NGL) and NGR	AEMO's view is that the proposed procedure change is consistent with the NGL and the NGR which require the STTM Procedures to detail each STTM hub's custody transfer meters.
National Gas Objective	AEMO considers this Procedure change to be consistent with the NGO as it promotes efficient operation of natural gas services for interests of consumers by correctly defining the STTM Sydney hub's custody transfer meters.

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8. Supporting Documentation

The documents can be found in:

- Attachment A STTM Procedure changes
- Attachment B Request for IIR response

9. Impact and Implementation Report – Recommendations

9.1. Should the proposed Procedures be made?

AEMO recommends that the Procedures should be published as set out in the draft Procedures published in Attachment A of this IIR.

9.2. Proposed timelines

The Procedure consultation dates are as follows:

- IIR publication date: 27 February 2024
- IIR consultation submissions due: 19 March 2024
- Expected Decision published: 28 March 2024
- Effective Date of Procedures: 22 April 2024

Attachment A. STTM Procedure Changes

The following Procedures are provided in track change format with new text in <u>BLUE</u> and deleted text in <u>RED</u>. The version issued for this consultation is attached separately to this document:

• STTM Procedures (track changes)

Attachment B. Request for IIR response

The 'IIR response template' has been attached separately to this document.