



PIPELINE CAPACITY TRADING PROJECT

Industry Readiness Snapshot

For Capacity Trading Platform (CTP) and Day Ahead Auction (DAA)

Wednesday, 13 February 2019

OVERALL STATUS		Readiness for the commencement of the market is at risk as Facility Operators, Market Participants and AEMO have reported challenges associated with the testing of systems and contractual arrangements.	
FACILITY OPERATORS		MARKET PARTICIPANTS	
Percentage of facility operators that are on track to have their processes developed, staff trained and assigned to operations.	On track	* Five of seven facility operators reported to be on track for their people and process metric (71%).	Market participants on track to complete their systems development and testing.
Percentage of facility operators that are on track to complete their systems development and testing.	Behind Schedule	* Four of seven facility operators have reported to be on track (57%). All facility operators noted the need for further industry testing during the trial.	Market participants on track to have developed processes, trained staff and be operationally ready to commence trading through the Capacity Trading Platform (CTP) and Day Ahead Auction (DAA).
Percentage of facility operators that are on track to have their standard contracts available to shippers, existing contracts amended.	On track	* Six of seven facility operators reported as 'on track' on the contracts metric (86%). However, only one reported that they have executed contract variations for market start.	Market Participants are on track to put in place necessary commercial arrangements to participate in Capacity Trading Platform (CTP) and Day Ahead Auction (DAA).
OVERALL PARTICIPANT READINESS		Participant readiness results are based on responses to participant readiness surveys submitted to AEMO.	
AEMO READINESS			
Market Systems	Design, development and testing of Capacity Trading Platform (CTP) and Day Ahead Auction (DAA) market systems	On track	There is limited ability to accommodate the identification of any new material defects.
Operational readiness	Documentation of operating procedures, user acceptance testing and staff are operationally ready.	On track	Some documentation and testing still to be completed, staff are trained and ready
OVERALL AEMO READINESS			
REGULATORY			
Bill passed by SA parliament, Rules and Code enacted by SA parliament	Bill tabled in SA parliament, Bill passed SA upper house. Rules expected to be enacted in Mid-November	Completed	
Capacity Transfer and Auction Procedures, Exchange Agreement amendments made by AEMO	Public consultation completed. AEMO will make and publish CTAP and EA amendments following the enactment of the rules.	Completed	
DWGM Accreditation Procedures, Bulletin Board Procedures	Public consultation completed. AEMO will make and publish new version of the BB procedures following the enactment of the rules.	Completed	
Specification of service points, zones and segments	AEMO prepared a new draft register ahead of Facility Operator testing. The register will be finalised following the registration of Facility Operators and their Facilities.	On track	
OVERALL REGULATORY READINESS			
INDUSTRY WIDE READINESS			
Training	First round of Facility Operator training took place early November and the second round of Market Participant training was delivered on 31 January.	Completed	
Registration	Facility operators	7 registered for trial 3 registrations approved for live operation	
	Number of auction participants registered ahead of the trial	15 registered for the trial 3 applications being processed for live operation	
Market Trial	Successful operation of the market trial	Auction and capacity trading scenarios have been completed. However, there has been limited STTM / DWGM and complete end-to-end scenarios completed.	
	Percentage of facility operators that have successfully submitted auction inputs	57%	
	Percentage of facility operators that have successfully completed capacity transfers	14%	
Cut-over	Plan for industry cut-over to live operation	On track	
Facility operator testing	Percentage of facility operators that have successfully completed interface testing	Completed	
OVERALL INDUSTRY WIDE READINESS			
Traffic lights legend			
Activity is on track to be delivered by expected date		Activity is behind schedule, corrective action is required	
Activity is at risk of not being completed by expected date		Activity has not started	