

PROPOSED PROCEDURE CHANGE (PPC) – SUMMARY SECTION
(For Proponent or AEMO to complete. Template focuses on solution identification.)

Issue Number			
Impacted Jurisdiction(s)	Victoria		
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Affected Gas Market(s)	Declared Wholesale Gas Market	Date proposal sent to AEMO	27 May 2013
Short Title	Wholesale Market Accreditation Procedures v3.0		
Other key contact information			

PROPOSED PROCEDURE CHANGE (PPC) – DETAILED REPORT SECTION

<p>1. Description of change(s) and reasons for change(s)</p>	<p>This Procedure has been amended to make explicit AEMO’s ability to revoke accreditation and the conditions under which AEMO would revoke accreditation.</p> <p>AEMO has reviewed the Accreditation Procedures and determined that a number of editorial amendments need to be implemented to ensure these Procedures meet AEMO requirements for style and format of a Procedure.</p>
<p>2. Reference documentation</p> <ul style="list-style-type: none"> ▪ Procedure Reference ▪ GIP/Specification Pack Reference ▪ Other Reference 	<p>The following reference documents should be considered:</p> <ul style="list-style-type: none"> • Wholesale Market Accreditation Procedures (Victoria) version 3.0 (see Attachment A) • Wholesale Market Accreditation Procedures (Victoria) version NGR2.0 • National Gas Rule Version 16 (in particular see Rule 210 – Accreditation) • National Gas Law
<p>3. The high level details of the change to the existing Procedures</p> <p>This includes:</p> <ul style="list-style-type: none"> ▪ A comparison of the existing operation of the Procedures to the proposed change to the operation of the Procedures. ▪ A marked up version of the Procedure change (see Attachment A). 	<p>The amendments to the Accreditation Procedures includes the:</p> <ul style="list-style-type: none"> • making explicit AEMO’s implicit ability to revoke Accreditation of market participants. • application of the new AEMO template to the Accreditation Procedures • clarification of the obligations on industry participants under the Procedures <p>The new Procedures have been provided in Appendix A. Due to the substantial changes between version NGR 2.0 and version 3.0 of the Accreditation Procedures, which amounted to completely rewriting the Procedure, a change marked version of the Procedure has not been provided. Version NGR2.0 of the Accreditation Procedure is publicly available on the AEMO website (www.aemo.com.au).</p>
<p>4. Consequences for making or not making the change(s)</p>	<p>AEMO considers that the amendments to the Accreditation Procedures clarify the requirements on the Market Participant when seeking accreditation.</p> <p>The new Accreditation Procedure makes explicit AEMO’s ability to revoke accreditation and the situations in which AEMO would seek to revoke accreditation. Previously AEMO implicitly under the Rules had the ability to revoke Accreditation which was granted by AEMO’s ability to grant accreditation.</p> <p>AEMO considers that this change provides greater clarity and surety to market participants.</p>

<p>5. Explanation regarding the order of magnitude of the change(s) (eg: material, non-material or non-substantial)</p>	<p>AEMO considers that the changes to the Accreditation Procedures will have a material impact on market participants as it clarifies the situations in which AEMO will revoke the accreditation.</p> <p>While AEMO was implicitly able, under the Rules, to revoke accreditation which is inferred by AEMO's ability to grant accreditation. As such, explicitly stating conditions under which AEMO would revoke accreditation has reduced the regulatory risks of market participants.</p>
<p>6. Likely benefits for industry as a whole</p>	<p>The industry is expected to benefit from:</p> <ul style="list-style-type: none"> • clarity concerning the obligations on a market participant when seeking accreditation. • reduced risks due to clarity concerning the situations in which AEMO would seek to revoke accreditation.
<p>7. The likely implementation effect of the proposal on Industry in general and/or any identified parties (e.g. end-users)</p>	<p>AEMO has been unable to identify a party that would be adversely affected by the implementation of the new Accreditation Procedures.</p>
<p>8. Testing requirements</p>	<p>There are no testing requirements.</p>
<p>9. Supporting Documentation (attach if necessary)</p>	<p>The following documents providing supporting information concerning this Procedure change:</p> <ul style="list-style-type: none"> • GWCF 178 12 February 2013 minutes • GWCF 13-023-01 - Accreditation Procedures - Discussion paper – discussion paper • GWCF 13-023-01 – Appendix A – Draft Wholesale Market Accreditation Procedures • GWCF 13-023-01 – Appendix B – Wholesale Market Accreditation Procedures (current) • GWCF 13-023-01 – Appendix C – Application for Accreditation of Controllable Quantities • GWCF 13-023-01 – Appendix D – Application for

	<p>Registration of Demand Forecast Validation Quantities</p> <ul style="list-style-type: none"> GWCF 13-023-01 – Appendix E – Accreditation Rule Requirement (NGR 210) <p>The documents are available on AEMO’s website (www.aemo.com.au) on the Gas Wholesale Consultative Forum webpage.</p>
<p>10. If applicable, a proposed effective date for the proposed changed Procedures to take effect and justification for that timeline.</p>	<p>AEMO proposes that the new Accreditation Procedures become active 15 business days after the completion of the Ordinary Process for making Procedures, required by Rule 135EE, to implement the new Accreditation Procedures.</p>

**ATTACHMENT A – WHOLESALE MARKET ACCREDITATION PROCEDURES (VICTORIA)
VERSION 3.0**