

Five Minute Settlements Project: High-Level Impact Assessment

Document Title	Application of the GST to NEM Transactions		
Rule Consultation Req.	No	Priority	Low
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Consultation Group	PWG	Consultation Package	Settlements – Miscellaneous
Link	https://www.aemo.com.au/-/media/Files/PDF/0520-0002-pdf.pdf		

Description of Document	<p>The guide provides an overview of the treatment and principles of the administration of Goods and Service Tax (GST) to NEM transactions. It provides a grouping of NEM transactions to Business Activity Statement (BAS) headings along with explanatory notes where applicable, for the following items:</p> <ul style="list-style-type: none"> • Electricity Supply • Ancillary Services • Fees • Reserve Trading • Direction Compensation • Settlement Dispute Adjustments • Settlements Residue Auction • Smelter Reductions • Residue Distribution • Intra-Regional Residue • Inter-Regional Residue • Reallocations • Security Deposits Application <p>The guide also describes the different types of tax documents a <i>Market Participant</i> receive depending on the taxable supply provided from and/or to AEMO.</p>		
Precedent Procedures / External Document	N/A	Dependent Procedures / External Document	GST Information Note for Applicants
Summary of Changes – Five Minute Settlements	<p>Cosmetic changes to update the current document to the new AEMO external template.</p> <p>No changes have been identified as the treatment of GST to NEM transactions will not change in 5MS.</p>		

Summary of Potential Changes – Global Settlements	No changes have been identified.		
External Stakeholder Impacted	<i>Market Participant</i>	AEMO Business Units Impacted	Settlements
Issues for Stakeholder Consultation	AEMO proposes no change to the document as it is not impacted by 5MS.		
System Impact	No		