

Reliability and Emergency Reserve Trader – Summer 2020-21

General Questions and Answers

	Respondent has queried the definition of Pre Activation Lead Time in the EOI and Panel Agreement.	This refers to the amount of time that notice must be given by AEMO to the respondent to prepare the reserve for activation. This time period is advised by the respondent in the EOI.
	Respondent has queried the meaning and calculation of pre activation payments.	The pre activation charge is a fixed amount proposed by the respondent, and is not a dollar per MW calculation. The pre-activation charge is subject to adjustment in accordance with the agreement.
	Respondent has sought clarity on the operation of the 80% threshold as it relates to the pro rating of any pre activation payments made by AEMO to the respondent.	Provided more than 80% of the reserve contracted in the ITT is delivered for the period required by the <i>reserve contract</i> , then pro rating will not occur. This is based on the set out in the ITT, not the amount captured in the Panel Agreement.
	Respondent has sought clarity on the despatch of reserve on a day where the reserve offered in the ITT is less than 10MW	Reserve described in the Panel Agreement must be at least 10MW. However, at the time an ITT is issued and subsequently agreed to, the MW nominated in the ITT may be less than 10MW, dependent upon operational circumstances of the respondent. If captured in the ITT, then those MW must be delivered by the respondent. If the respondent delivers less than 80% of the MW captured in the ITT, then any pre activation payments will be pro rated.
	Respondent has queried the terms Reserve Availability Charge and Early Termination Fee as contained in the RERT EOI Excel Information Sheet	These terms should be ignored for the purpose of the EOI as they relate to Long Notice RERT only.
	Respondent has queried whether at the time the ITT is issued, can it offer a higher volume of MW than that captured in the Panel Agreement.	A volume of reserve higher than that captured in the Panel Agreement will not be accepted by AEMO at the time of the ITT.
	Respondent has sought clarity as to whether an amount of reserve less than the amount captured in the Panel Agreement can be offered at the time of ITT	AEMO may choose to accept a volume of reserve at the time of the ITT which is less than the volume captured in the Panel Agreement.

	Respondent has sought clarity on the function to be performed by Settlements Contact person, and contact point for validation of reserve.	Settlements Contact person will deal with any queries/matters in respect to payments for reserve. RERT Contact will deal with any matters regarding validation of reserve.
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