

COMPLIANCE ISSUES FOR DECISION

DATE: 25 May 2016
RESPONSIBILITY: Chief Executive Officer

COMPLIANCE ISSUES SUMMARY TABLE:

Breach	Description	Recommendation
<p>Apparent breach of Rules 197 and 178 of the Retail Market Rules by Alinta Energy on gas day 22/04/2016</p>	<p>The Pipeline Operator for the Parmelia Pipeline (“APA”) commissioned its new interconnection between the Parmelia Pipeline and the South-Metro sub-network (1107P) on 22/04/16. APA and Alinta Energy (“Alinta”) agreed that Alinta would nominate 2 TJ of gas on 1107P on 22/04/16 to facilitate this commissioning.</p> <p>However, on 22/04/16, Alinta instead provided a User Pipeline Nomination Amount (“UPNA”) for the Parmelia Pipeline gateway to the North-Metro sub-network (1106P) that reflected a 2 TJ nomination and its 744 MJ Swing Repayment Quantity (“SRQ”). Alinta did not provide a matching User Allocation Instruction (“UAI”) for 1106P to ship the 2 TJ on the Parmelia Pipeline. This resulted in a Swing Service spike on the North-Metro sub-network (1106), and was a breach of Rules 197 and 178 of the Retail Market Rules (the “Rules”) by Alinta.</p>	<p>Submissions were called for, and the submission window closed on 23/05/16.</p> <p>No submissions were received. This indicates that market participants were not materially impacted as a result of the apparent Rule breach.</p> <p>Therefore REMCo exercises its discretion under Rule 329 to take no further action in this matter.</p>

COMPLIANCE ISSUES:

1. Rule breaches reported by REMCo:

a. Apparent breach of Rules 197 and 178 of the Retail Market Rules by Alinta Energy on gas day 22/04/16.

Description	See the description above.
Action taken	Alinta’s automated system did not pick up the correct nomination for a matching UAI for 1106P for 22/04/16. Alinta is reviewing its automated processes to ensure they are appropriate for the new interconnection. Manual checks will be applied in the short term.
Impact	Alinta’s nominations on 1106P on 22/04/16 resulted in a 1.785 TJ Swing Service spike on 1106.

This was an issue related to the commissioning of the new 1107P interconnection. Alinta generally provides proper nominations, and will take steps to ensure this continues in the future.

No submissions were received from participants in response to the request for submissions. Therefore, REMCo determines that the breach of Rules 197 and 178 by Alinta on 22/04/2016 was not material.

Decision

REMCo exercises its discretion under Rule 329 to take no further action in relation to this matter.