#### Wholesale Demand Response Project: High-Level Impact Assessment

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| Document Title | NEM Settlement Estimates Policy | | |
| Rule Consultation Req. | Yes | Priority | Low |
| Prepared by | Katalin Foran | Business Owner | Settlements |
| Consultation Group | WDR CG | Consultation Package | WP2 |
| Link | [NEM Settlement Estimates Policy](https://www.aemo.com.au/-/media/files/stakeholder_consultation/consultations/nem-consultations/2019/5ms-nem-settlement/nem-settlement-estimates-policy-v20-final.pdf?la=en&hash=F6A91BE3793103B191D06AC5484CA8B7) | | |

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| Description of Document | This policy sets out the hierarchy of data to use and the methodology to apply to calculate estimated net Settlement Amounts for each Market Participant and for each trading interval when actual metering data is not available or not meeting the prescribed data quality requirements.  The net Settlement Amount is used in market participant daily prudential assessment. | | |
| Precedent Procedures / External Documents | N/A | Dependent Procedures / External Documents | N/A |
| Summary of Changes – Wholesale Demand Response | * DRSPs will be a new type of market participant in the NEM for the purposes of WDRM. * The Policy will be updated to include how net Settlement Amounts will be estimated for DRSPs when actual metering data is not available or not meeting the prescribed data quality requirements. * The proposal is to set net Settlement Amounts for DRSPs at zero until meter data is available. | | |
| External Stakeholder Impacted | Yes (DRSPs) | AEMO Business Units Impacted | Yes |
| Issues for Stakeholder Consultation | * Settlement estimations for DRSPs | | |
| System Impact | Yes (minor) | | |