

PREPARED BY:	AEMO   Western Australia   System Reserve Capacity (WA)
DOCUMENT REF:	
VERSION:	4. <u>05.0</u>
EFFECTIVE DATE:	<del>30 November 2015<u>-16</u> October 2020August 2020</del>
STATUS:	FINAL <u>DRAFTFINAL</u>

#### Approved for distribution and use by:

APPROVED BY:	Erin Stone Cameron ParrotteXX	-[1	Formatted: Not Highlight
TITLE:	Group Manager, Development and Capacity Executive General Manager, Western	-(1	Formatted: Not Highlight
	AustraliaXX		

DATE:

<del>30/11/15</del>

Formatted: Body Text

Australian Energy Market Operator Ltd ABN 94 072 010 327 www.aemo.com.au info@aemo.com.au NEW SOUTH WALES QUEENSLAND SOUTH AUSTRALIA VICTORIA AUSTRALIAN CAPITAL TERRITORY TASMANIA WESTERN AUSTRALIA



### VERSION RELEASE HISTORY

Version	Effective Date	Summary of Changes	
1.0	01 January 2010	New Reserve Capacity Procedure for Declaration of Bilateral Trades and the Reserve Capacity Auction following PC_2009_05	
2.0	25 February 2013	Amendments to Reserve Capacity Procedure resulting from PC_2012_06	
3.0	16 April 2014	Amendments to Market Procedure resulting from PC_2014_02	
4.0	30 November 2015	Changes resulting from the transfer of functions from the IMO to AEMO	
<u>5.0</u>	<u>16</u>	Amendments to Market Procedure resulting from AEPC_2020_10.	 Formatted: Not Highlight
	OctoberAugustJuly 2020		 Formatted: Not Highlight



#### CONTENTS

1.	INTRODUCTION	74
1.1.	Purpose and scope	74
1.2.	Definitions and interpretations	84
<u>1.3.</u>	Related documents	105
2.	MODIFICATION OF TIMEFRAMES	<u>135</u>
3	BILATERAL TRADE DECLARATIONS	<u>146</u>
<u>3.1.</u>	Submission of Bilateral Trade Declarations	16 <del>6</del>
<u>3.2.</u>	Mutually exclusive Facilities	228
<u>3.3.</u>	Acceptance and rejection of Bilateral Trade Declarations	23 <del>9</del>
<u>3.4.</u>	Confirmation of Certified Reserve Capacity that may be traded bilaterally	24 <del>9</del>
4.	RESERVE CAPACITY AUCTION	249
4.1.	Confirmation or cancellation of the Reserve Capacity Auction	24 <del>9</del>
4.2.	Submission of Reserve Capacity Offers	2610
4.3.	Reserve Capacity Auction clearing	2811
4.4.	Publication of the Reserve Capacity Auction outcome	29 <del>12</del>
APP	ENDIX A. COMMITTED STATUS APPLICATIONS	32 <del>13</del>
A.1	Application for Committed Status for new Facilities and Planned Facility Upgrades	<u>32<del>13</del></u>
A.2	Assessment of Committed Status applications	3414
<u>1.</u>	Introduction	4
1.1.	-Purpose and scope	4
1.2.	Definitions and interpretations	4
<u>1.3.</u>	Related documents	5
<u>2.</u>	TIMEFRAMES	5
<u> </u>		<u>5</u>
_	-Bilateral Trade Declarations	
<u>3.</u>		<u>6</u>
<u>3.1.</u> 2.2	<u>Submission of Bilateral Trade Declarations</u> —Information to be included in Bilateral Trade Declarations	<u>6</u> 7
<u>3.2.</u> - <u>3.3.</u> -	-Assessment and processing of Bilateral Trade Declarations	<u> </u>
<u>3.4.</u>	<u>     Mutually exclusive Facilities     </u>	<u></u>
<u>3.5.</u>	Acceptance and rejection of Bilateral Trade Declarations	<u>9</u>
<u>3.6.</u> -	<u>Confirmation of Certified Reserve Capacity that may be traded bilaterally</u>	<u> </u>
<u>4.</u>	<u>Reserve Capacity Auction</u>	<u> </u>
<u>4.1.</u>	Confirmation or cancellation of the Reserve Capacity Auction	<u> </u>
<u>4.2.</u>	<u>—Submission of Reserve Capacity Offers</u>	<u>10</u>
<u>4.3.</u> -	<u>Reserve Capacity Auction clearing</u>	<u>— 11</u>
<u>4.4.</u> -	Publication of the Reserve Capacity Auction outcome	<u>– 12</u>

**Formatted:** Hyperlink, Font: 10 pt, Bold, Font color: Text 2, All caps

Doc Ref: Error! No text of specified style

30 November 2015 15 July 2020

Page 3 of 34



A.2       Assessment of committed status applications       1         1.       Introduction       1         1.1       Purpose and Scope       1         1.2       Definitions and Interpretations       1         1.3       Related Documents       1         2.       TIMEFRAMES       1         2.1       Modification of timeframes       1	<u>13</u>
1.       Introduction         1.1.       Purpose and Scope         1.2.       Definitions and Interpretations         1.3.       Related Documents         2.       TIMEFRAMES         2.1.       Modification of timeframes	<u>13</u>
11. Purpose and Scope         1.2. Definitions and Interpretations         1.3. Related Documents         2. TIMEFRAMES         2.1. Modification of timeframes	<u> <u> </u></u>
11. Purpose and Scope         1.2. Definitions and Interpretations         1.3. Related Documents         2. TIMEFRAMES         2.1. Modification of timeframes	4
1.2. — Definitions and Interpretations         1.3. — Related Documents         2	
1.3.     Related Documents       2.     TIMEFRAMES       2.1.     Modification of timeframes	
2. <u>TIMEFRAMES</u> 2.1. <u>Modification of timeframes</u>	
<u>2.1. Modification of timeframes</u>	5
	7
3. Bilateral Trade Declarations	7
	7
3.1.— <u>Submission of Bilateral Trade Declarations</u>	7
3.2.—Information to be included in Bilateral Trade Declarations	8
	9
3.4.—Resolution of discrepancies	9
<u>3.5. Mutually exclusive Facilities</u>	
<u>3.6. Acceptance and rejection of Bilateral Trade Declarations</u>	
<u>3.7.</u> <u>Confirmation of Certified Reserve Capacity that may be traded bilaterally</u>	
4Reserve Capacity Auction 1	
	12
Appendix A. Guidelines for Assessing Reserve Capacity Facility Status	14
<u></u>	14
<u>A.2</u> — <u>Assessment of committed status applications</u> 1	15
<u>1PROCEDURE OVERVIEW</u>	4
1.1.——Relationship with the Market Rules	4
<u>1.2. Purpose of this Procedure</u>	4
1.3. — Application of this Procedure	4
<u>1.4. Associated Market Procedures</u>	4
<u>1.5. Conventions Used</u>	5
<u>1.6.</u> — <u>Terminologies and Definitions</u>	5
2TIMEFRAMES	7
	7
<u>3.</u> BILATERAL TRADE DECLARATIONS	7
<u>3.1. Submission of Bilateral Trade Declarations</u>	7
	8
3.3. Assessment and Processing of Bilateral Trade Declarations	9

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 4 of 34



15

MARKET PROCEDURE: DECLARATION OF BILATERAL TRADES AND THE RESERVE CAPACITY AUCTION

<u>3.4. Resolution of Discrepancies</u>	9
<u>3.5. Mutually Exclusive Facilities</u>	9
3.6.—Acceptance and Rejection of Bilateral Trade Declarations	
3.7.—Confirmation of Certified Reserve Capacity that may be Traded Bilaterally	
4.—— <u>RESERVE CAPACITY AUCTION</u>	
4.1.—Confirmation or Cancellation of the Reserve Capacity Auction	
4.2.—Submission of Reserve Capacity Offers	11
4.3.—Reserve Capacity Auction Clearing	<u> </u>
4.4.—Publication of the Reserve Capacity Auction Outcome	
APPENDIX A	14
A.1 Application for 'committed' status	14

A 7	A	of Americanting	ns for committed status	
			is for committee status	

		11000	IIIIA	Tormattea
				Formatted
1.		4		Formatted
1.1.	Relationship with the Market Rules	4		Formatted
<del>1.2.</del>	Purpose of this Procedure	4		Formatted
<del>1.3.</del>	Application of this Procedure	4		Formatted
1.4.	Associated Market Procedures	4 /////		Formatted
1.5.	Conventions Used	5		Formatted
1.6.			}	Formatted
				Formatted
2.	BILATERAL TRADE DECLARATIONS	7_J	///	Formatted
2.1.	-Submission of Bilateral Trade Declarations	7_/////	$\parallel \rangle$	Formatted
2.2	Information to be Included in Bilateral Trade Declarations	8_////	1//	Formatted
<del>2.3.</del>	Assessment and Processing of Bilateral Trade Declarations	8_////	///	Formatted
<del>2.4.</del>	-Resolution of Discrepancies	8_////	1/2	Formatted
<del>2.5.</del>	Mutually Exclusive Facilities	9_///	//}	Formatted Formatted
<del>2.6.</del>	Acceptance and Rejection of Bilateral Trade Declarations	9_///	//}	Formatted
<u>2.7.</u>	Confirmation of Certified Reserve Capacity that may be Traded Bilaterally	9	//	Formatted
С		10	$\langle \rangle$	Formatted
<del>3.</del>	A		$\langle \rangle$	Formatted
<del>3.1.</del>	Confirmation or Cancellation of the Reserve Capacity Auction	10	$\mathbb{Z}$	Formatted
3.2.	Submission of Reserve Capacity Offers	11	$\int_{X}$	Formatted
3.3.	Reserve Capacity Auction Clearing	12		Formatted
3.4	-Publication of the Reserve Capacity Auction Outcome	12		Formatted
APP	ENDIX AGUIDELINES FOR ASSESSING RESERVE CAPACITY FACILITY STATUS	13	1	Formatted
A.1-	Application for 'committed' status	13 /	-1	Formatted
A.2	Assessment of Applications for committed status	14	-1	Formatted
			-	Formatted

Formatted Formatted Formatted Formatted Formatted Formatted Formatted <u>...</u> Formatted <u>...</u> Formatted Formatted (... Formatted (... Formatted (... Formatted (... Formatted (... Formatted ( ... ( ... ( ... ( ... (... (... (... ( ... ( ... ( ... **... ... ...** \_\_\_\_\_ <u>...</u> <u>.</u>... \_\_\_\_\_ ( ... \_\_\_\_\_ \_\_\_\_\_ <u>...</u> \_\_\_\_\_ <u>...</u> (... ( ... ( ... ( ... (... ( ... (... ....

Doc Rof: Error! No text of specified style 30 N

30 November 2015 15 July 2020

Page 5 of 34



#### TABLES

Table 1	Defined term	<u>าร</u>			
	Table 1	Defined Terms	_5	 	Formatted: Do not check spelling or grammar
	Table 1	-Define Terms	_5		Formatted: Do not check spelling or grammar
	A. 1111				Formatted: Default Paragraph Font, Check spelling and grammar

#### **FIGURES**

Figure 1—Bilateral Trade Declaration and Reserve Capacity Auction process ... Error! Bookmark not defined.

Figure 1	Bilateral Trade Declaration and Reserve Capacity Auction process 6
Figure 1	Silateral Trade Declaration and Reserve Capacity Auction process 6

1	Formatted: Do not check spelling or grammar
1	Formatted: Default Paragraph Font, Check spelling and grammar
1	Formatted: Default Paragraph Font, Check spelling and grammar



#### INTRODUCTIONPROCEDURE OVERVIEW 1. 1.1. Relationship with the Market RulesPurpose and scope 1.1.1. This Market Procedure: Declaration of Bilateral Trades and the Reserve Capacity Auction Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm (Procedure) is made in accordance with AEMO's functions under clause 2.1A.2(h) of the Formatted: Font: (Default) Segoe UI Semibold Wholesale Electricity Market Rules (WEM Rules). This Procedure is also made under with clauses Formatted: Font: (Default) Segoe UI Semibold 4.14.11 and 4.17.9 of the Wholesale Electricity Market (WEM) Rules (Market Rules)WEM Rules. This Procedure has effect only for the purposes set out in the WEM Rules and the WEM Rules prevail over these Procedures to the extent of any inconsistency Reference to particular Market Rules within this Procedure, which are in bold and square brackets+ Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm 112 [Clause XX] are current as of 16 April 2014. These references are included for convenience only and are not part of this Procedure. **1.1.** Purpose of this Procedure Formatted: Heading 3 112 The purpose of Fthis Procedure is to outline the processes that: \_outlines the processes that Market Participants holding Certified Reserve Capacity Formatted: List (a), Indent: Left: 0 cm, First line: 0 cm <del>1.1.4.</del>(a) must follow to: (a)(i) submit a Bilateral Trade Declaration; and Formatted: List (i) <del>(b)</del>(ii) \_submit a Reserve Capacity Offer into the Reserve Capacity Auction; and-<del>1.1.5.</del>(b) \_This Procedure describes the processes that AEMO must follow to: Formatted: List (a), Indent: Left: 0 cm, First line: 0 cm (a)(i) assess and process Bilateral Trade Declarations; Formatted: List (i), Tab stops: 3 cm, List tab + Not at 3.25 \_determine if a Reserve Capacity Auction will be required and if so, how much <del>(b)</del>(ii) Formatted: List (i), No bullets or numbering Reserve Capacity will be required; and \_\_\_clear the Reserve Capacity Auction. <del>(c)</del>(iii) **1.1.** Application of this Procedure Formatted: Heading 3 11.7.1.1.3. In this Procedure, where obligations are conferred on a Rule Participant, that Rule Participant Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm must comply with the relevant obligations in accordance with clauses 2.9.6, 2.9.7, 2.9.7A, -and 2.9.8 of the Market\_WEM\_Rules, as applicable. 1.1.4. Reference to particular WEM Rules within theis Procedure in bold and square brackets [clause Formatted: Font: (Default) Segoe UI Semibold XX] are included for convenience only and are not part of this Procedure. Associated Market Procedures 1.2 121 The following Market Procedures are associated with this Procedure: Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm (a) Certification of Reserve Capacity; (b) Maximum Reserve Capacity Price; and (c) Reserve Capacity Security. 30 November 2015 15 July 2020

Doc Rof: Error! No text of specified style





#### 1.4.1.2. Terminologies and Ddefinitions Definitions and interpretations

MARKET PROCEDURE: DECLARATION OF BILATERAL TRADES AND THE RESERVE CAPACITY

1.4.1.1.2.1. A word or phrase defined in the Electricity Industry Act, the Electricity Industry (WEM) Regulations or the Market Rules has the same meaning when used in this Procedure. In addition, the following defined terms have the meanings given. Terms defined in the WEM Rules have the same meanings in this Procedure, unless otherwise specified in this clause. The words, phrases and abbreviations in Table 1 have the meanings set out opposite them when used in this Procedure.

#### Table 1 Defined ITerms

AUCTION

Term	Definition	•	Formatted Table
Bilateral Trade Declaration	A submission made by a Market Participant holding Certified Reserve Capacity to AEMO in accordance with clause 4.14.1 of the <u>WEMMarket</u> Rules.		Formatted: Font: Bold
Reserve Capacity Facility Status	The status of a Facility for the purposes of the Reserve Capacity Mechanism, being 'proposed', 'committed' or in Commercial Operation <sup>1</sup> . The process for changing a Facility's status from 'proposed' to 'committed' is outlined in Appendix A.		Formatted: Font: Bold
<u>Committed Status</u>	Refers to the 'committed' facility status as assigned by AEMO under           Appendix A of this Procedure, for the purpose of the Reserve Capacity           Mechanism.A status determined under Appendix A of this Procedure and used for the purposes of assigning Capacity Credits in accordance with Appendix 3 of the WEM Rules and described in Appendix 3 of the WEM Rules as "committed facilities". Facilities in Committed Status have demonstrated that irrevocable and binding commitments have been made in relation to the construction of a Facility or Planned Facility Upgrade.		Formatted: Font: Bold
Planned Facility Upgrade	Where a Market Participant is seeking a higher level of Certified Reserve Capacity than its existing Facility has demonstrated through normal market operation or a Reserve Capacity Test, due to works yet to be completed (known as an upgrade in WEMS).		

Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm

Formatted: Font: Bold	
Formatted: Not Highlight	

Doc Rof: Error! No text of specified style

30 November 2015 15 July 2020

Page 8 of 34

<sup>&</sup>lt;sup>4</sup> Commercial Operation is a defined term in the Glossary of the Market Rules



Term	Definition	•	Formatted Table
Proposed Status	A status used for the purposes of assigning Capacity Credits in	•~~	Formatted: Font: Bold
	accordance with Appendix 3 of the WEM Rules. All Facilities that are not in Commercial Operation or assigned a Committed Status have a Proposed Status. Facilities are automatically assigned Proposed Status when created by a Market Participant as a Candidate for Registration in WEMS. and comprise all Facilities that are not in operation or assigned a Committed StatusRefers to the 'proposed' facility status as assigned by AEMO to facilities that have not been assigned the 'committed' status under Appendix A of this Procedure, or been assessed as in Commercial		Formatted Table
Contraction of the standard fraction	Operation <sup>2</sup> .		
<u>ecurity</u> WEMS (Wholesale Electricity Aarket System)	<u>Refers to either of the following terms defined by the WEM Rules:</u> <u>Reserve Capacity Security: or</u>		Formatted: Font: Bold
Harket System)		-	Formatted: Table Bullet, No bullets or numbering
	administer/operate the Wholesale Electricity Market.		Formatted: Table Bullet
lpgrade	An upgraded portion to an existing Facility, as determined by AEMO,		Formatted: Font: Bold
	where a Market Participant is seeking a higher level of Ceritifid Reserve		
	Capacity than the existing Facility has demonstrated through normal market operation or Reserve Capacity Test as a result of works done.		
VEMS (Wholesale Electricity Market	An interface software that AEMO uses to administer and operate the		Formatted Sach Dald
weights (wholesale electricity Market	Wholesale Electricity Market. An interface system that AEMO uses to		Formatted: Font: Bold
system or WEMSMPI (Market	administer and operate the Wholesale Electricity Market. The market	_	Formatted: Font: Bold
Participant Interface)	portals maintained by AEMO for the purpose of enabling interactions		
	between Market Participants and AEMO systems.		
MPR	The Market Participant registration system, a component of the WEMS MPI and the central point for all of the Participant and Facility Registration related activities related to operating in the WEM.	•	Formatted: Heading 3
2.2. The following principles of	interpretation apply to this Procedure, unless otherwise expressly		
indicated:			
	re references to Australian Western Standard Time:		Formatted: Indent: Hanging: 1.5 cm, Outline numbered -
<u>.</u>			Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm
(b) terms that are capitalised, but not defined in this Procedure, have the meaning given in the WEM Rules;			Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.5 cm, L tab + Not at 3 cm
(c) to the extent that th	is Procedure is inconsistent with the WEM Rules, the WEM Rules		
	of the inconsistency;		
(d) a reference to the V	VEM Rules or Market Procedures includes any associated forms		
	plated by the WEM Rules or Market Procedures; and		
	the singular include the plural and vice versa; and.		
(e)			Formatted: List (a)
	e conventions specified in <del>clauses</del> sections 1.3 to <del>and</del> 1.5 of the	-	Formatted: List (a), Indent: Left: 0 cm, First line: 0 cm
			· ····································

<sup>&</sup>lt;sup>2</sup>-Commercial Operation is a defined term in the Glossary of the WEMMarket Rules.

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 9 of 34



<u>1.2.3.</u>	The aAppendix A contained within this Procedure forms part of the Procedure and is legally		
	enforceable.		
	_	•	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	The appendix contained within this Procedure forms part of the Procedure and is legally	-	Formatted: Indent: Left: 0 cm
	enforceable,		Formatted: Font:
		•	Formatted: Heading 3
			Formatted
<u>1.3.</u>	Related documents		
<u>1.3.1.</u>	The following Market Procedures and market documentsuser guides (available on the Market	-	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	Web Site) are associated with this Procedure:		
	(g) Market Procedure: Certification of Reserve Capacity:	•	Formatted: Indent: Hanging: 1.5 cm, Tab stops: 2.5 cm, Left
	(h) Market Procedure: Facility Registration, De-Registration and Transfer Procedure;	-	Formatted: Indent: Left: 1.5 cm, Outline numbered + Level:
	(i) Market Procedure: Reserve Capacity Security; and		2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm
	(j) Market Procedure: Supplementary Reserve Capacity-Security; and	-	Formatted: Indent: Left: 1.5 cm, Outline numbered + Level:
	(k) WEMS Market Participant InterfacetMPI-(MPI) Uuser Gguide.		2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm
	<u>Modification of t</u>	•	Formatted: Indent: Left: 1.5 cm, Hanging: 0.75 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.25 cm, List tab + Not at 3 cm
			Formatted: Font: 12 pt, Not Bold, Font color: Auto, English (Australia)





Doc Ref: Error! No text of specified style 30 h

30 November 2015 15 July 2020

Page 11 of 34





Doc Ref: Error! No text of specified style 30 Nove

30 November 2015 15 July 2020

Page 12 of 34



2.1.2. AEMO may, in its sole discretion, modify or extend other dates or times in this Procedure to the extent permitted under the WEM Rules.



Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm

AEMO may modify or extend the dates or times specified in this Procedure in relation to the Reserve Capaicty Cycle outlined in section 4.1 of the WEM Rules. If AEMO extends a date or time, then it must publish a notice of the modified or extended time or date on the Market Web Site, which must include when the modified or extended date or time takes effect **[clause 4.1.1C]**.

AEMO may, in its sole discretion, modify or extend other dates or times in this Procedure to the extent permitted under the WEM Rules.

3. BILATERAL TRADE DECLARATIONS

Formatted: Font: (Default) Segoe UI Semibold



Formatted: ResetPara, Centered, Indent: Left: 0 cm, First line: 0 cm, Tab stops: Not at 2.75 cm



Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020





#### 6.1.3.1. Submission of Bilateral Trade Declarations

- 3.1.1
   Under clause 4.1.14 of the WEM Rules, each Market Participant holding Certified Reserve Capacity for the Reserve Capacity Cycle must provide to AEMO notification in accordance with clause 4.14.1 of the WEM Rules as to how its Certified Reserve Capacity will be dealt with not later than 5:00 pm on the last Business Day falling on or before <u>2</u> September of Year 1 of the Reserve Capacity Cycle.
- 6.1.1. <u>AEMO must open the window for Bilateral Trade Declarations in WEMS at 8:00 am on the first</u> <u>Business Day following AEMO's notification to Market Participants of the Certified Reserve</u> <u>Capacity to be assigned to each of their Facilities under clause 4.1.12(b) of the WEM Rules.</u> <u>AEMO</u> <u>must:</u>

Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm

Formatted: Font: (Default) +Body (Segoe UI Semilight)

Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm

Doc Ref: Error! No text of specified style 30 No

30 November 2015 15 July 2020



<del>(c)</del>	open the window for Bilateral Trade Declarations in WEMS at 8:00 AM on the first Business Day	•	Formatted: Heading 3
	falling on or before 19 August of Year 1 in the relevant Reserve Capacity Cycle following the date		
	specified in Clause 4.1.12(b) of the Market Rules; and		
	close the window for Bilateral Trade Declarations in WEMS at 5:00 PM on the last Business Day		
	falling on or before <u>2 September of Year 1 in the relevant Reserve Capacity Cycle</u> the date		
	specified in clause 4.1.14(c) of the Market Rules [Cclause 4.1.14].		Formatted: Font: (Default) Segoe UI Semibold, Not Bold
2.4.2			
<u>3.1.2.</u>	unless these dates and times have been modified under step 2.1.1 of this Market Procedure		
3.1.3.	Subject to clause 4.14.3 of the WEM Rules, each Market Participant holding Certified Reserve		
<u>3.1.3.</u>	Capacity for the current Reserve Capacity Cycle must, by the date and time specified in step 3.1.1		
	of this Procedure provide the following information to AEMO for each Facility (expressed in MW		
	to a precision of 0.001 MW) [clause 4.14.1]:		
	(i) subject to clause 4.14.1A of the WEM Rules, the total amount of Reserve Capacity the		Formatted: List (i)
	Market Participant intends to make available in a Reserve Capacity Auction if held for		
	the current Reserve Capacity Cycle;		
	(ii) the total amount of Reserve Capacity the Market Participant intends will be traded		
	bilaterally: and		
	(iii) the total amount of Reserve Capacity that the Market Participant has decided will not now be made available to the market;		
	where the sum of the values for steps 3.1.3(i), 3.1.3(ii), and 3.1.3(iii) of this Procedure must equal		
	the Certified Reserve Capacity of the Facility for the Reserve Capacity Cycle.		
3.1.4.	A Market Participant holding Certified Reserve Capacity associated with [clause 4.14.1A]:		
<u></u>	(a) a Transitional Facility in a Transitional Reserve Capacity Cycle; or		Formatted: Indent: Left: 1.5 cm, Hanging: 1.5 cm, Tab
			stops: Not at 2.25 cm
	(b) a Fixed Price Facility in a Fixed Price Reserve Capacity Cycle for that Fixed Price Facility,		
	must not nominate any of that Certified Reserve Canacity under step 3.11(i) of this Procedure	•	Formatted: Body Text

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 17 of 34



- 3.1.5. A Market Participant holding Certified Reserve Capacity for the current Reserve Capacity Cycle may, by the date and time specified in step 3.1.1 of this Procedure, nominate to AEMO by notice in writing that the Facility be classified as a Fixed Price Facility Iclause 4.14.1BL.
  3.1.6. If a Market Participant does not make a nomination under step 3.1.5 of this Procedure, the Facility will not be classified as a Candidate Fixed Price Facility for the purposes of Appendix 3 of the WEM Rules.
  3.1.7. Synergy must ensure that the amount of Reserve Capacity that it intends will be traded bilaterally, as nominated under step 3.1.3(ii) of this Procedure, meets the requirements in clauses 4.14.4 and 4.14.5 of the WEM Rules.
- 6.1.2. A Market Participant must submit a Bilateral Trade Declaration in respect of each of its Facilities assigned Certified Reserve Capacity for the current Reserve Capacity Cycle by no later than 5:00 PM of the last Business Day falling on or before the date specified in step 2.1.1(b) or as extended in accordance with clause 4.1.32 of the Market Ruleswithin the Bilateral Trade Declaration window, specified in step 3.1.1 of this Market Procedure [Cclauses 4.1.4.].
- <u>3.1.8.</u> A Market Participant must submit Bilateral Trade Declarations through <u>the in</u> WEMS<u>-MPI</u>, unless an alternative format is specified by AEMO. <u>WEMS will only allow a Bilateral Trade Declaration to</u> <u>be submitted where the information is consistent with the relevant Reserve Capacity Cycle and</u> <u>meets the requirements of step 3.1.3 of this Procedure.</u>

#### 6.1.3.

- 6.1.4.3.1.9\_AEMO must provide a confirmation confirm of receipt of a Market Participant's Bilateral Trade Declaration within one Business Day., This confirmation which may. The receipt may be sent as an automated response in WEMS.
- 6.1.5.3.1.10.
   If a Market Participant has not received confirmation of receipt of its application Bilateral

   Trade Declaration from AEMO within one Business Day of its submission under step 3.1.31 of this

   Procedure, the Market Participant must:
  - (a) contact AEMO to determine whether there has been an issue with the application; and
  - (b) arrange for resubmission of the application, or part of the application, to AEMO, if required.

If a Market Participant is required under, either:

clause 4.13.1 of the Market Rules to provide Reserve Capity Security; or

clause 4.13A.1 of the Market Rules to provide DSM Reserve Capacity Security.

clause 4.13.1 of the Market Rules to provide Reserve Capacity Security for a Facility, the Market Participant must provide the relevant Reserve Capacity Security to AEMO <u>provide Security in</u> accordance with the process outlined in the Market Rules and the <u>relevant Market Procedure</u> for <u>Reserve Capacity Security</u>:

, if any of the Facility's Ceritified Reserve Capacity is to be traded bilaterally or if the Facility is subject to Network Control Service Contract.; or

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Field Code Changed

Formatted: Font: (Default) Segoe UI Semibold

Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm

Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm

Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm

**Formatted:** Indent: Left: 0 cm, Hanging: 1.5 cm, Outline numbered + Level: 3 + Numbering Style: 1, 2, 3, ... + Start at: 1 + Alignment: Left + Aligned at: 0 cm + Indent at: 1.25 cm

Page 18 of 34



	<u>14 September of Year 1 of the relevant Reserve Capacity Cycle, if any of the Facility's</u> <u>Ceritified Reserve Capacity is to be offered into the Reserve Capacity Auction and step</u>		<b>Formatted:</b> List (a), Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm
	(a) above does not apply [clause 4.1.13(b)(ii)].	(	Formatted: Font: (Default) Segoe UI Semibold
6.1.6.		_	Formatted: Font: Not Bold
	Participant which:		
<del>(a)</del>	- specifies under clause 4.14.1(c) of the Market Rules to trade its Certified Reserve Capacity		Formatted: Heading 3, No bullets or numbering
	bilaterally; and		
<del>(b)</del>	is required under either clause 4.13.1 or 4.13A.1 of the Market Rules to provide Reserve Capacity		
	Security for a Facility,		
	- does not provide in full the required amount of Reserve Capacity Security by 5:00 PM on the last	(	Formatted: Heading 3, Indent: Left: 0 cm
	Business Day falling on or before 2 September of Year 1 of the relevant Reserve Capacity Cycle		
	[Cclause 4.1.13(b)(i)] the Certified Reserve Capacity for the Facility will lapse [Cclause 4.13.9]. This		Formatted: Font: Not Bold
	will invalidate the Bilateral Trade Declaration in respect of that Facility.		
<del>6.1.7.</del>	For the purpose of accepting Bilateral Trade Declarations, AEMO must use the Reserve Capacity		Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm, Space After: 2 pt, Keep with next
	Facility Status for a Facility that is recorded in the MPR <u>in WEMS</u> at the time that the Bilateral	, I	
	Trade Declaration is submitted. Further information on the Reserve Capacity Facility Status and		
	the process for applying for 'committed' status is included within Appendix A <u>of this Market</u>		
	Procedure.		
<del>6.1.</del>	Information to be Included in Bilateral Trade Declarations		
<del>6.1.9.</del>	- <u>A Bilteral Trade Declaration will only be accepted through the WEMS A Market Participant must</u>	(	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	ensure thatwhere the information to be included in a Bilateral Trade Declaration is consistent		
	with the Reserve Capacity Cycle for which the application is being made.		
<del>6.1.10.</del>	When submitting a Bilateral Trade Declaration the WEMS requires A Market Participants must to		
	specify the quantities of Reserve Capacity for each Facility (expressed in MW to a precision of		
	0.001 MW), as required under clause 4.14.1 of the Market Rules, in the Bilateral Trade Declaration		
	which the Market Participant intends:		
	<u>to make available in a Reserve Capacity Auction if held;</u>		
	to be traded bilaterally; and		<b>Formatted:</b> Indent: Left: 1.5 cm, Hanging: 0.75 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned
	<u>to not be made available to the market.</u>		at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.25 cm, List tab + Not at 3 cm
	Where the sum of these quantities must equal the Certified Reserve Capacity for that Facility	-	Formatted: Body Text, Indent: Left: 0 cm
		(	Formatted: Font: (Default) Segoe UI Semibold, Not Bold
<del>6.1.11.</del>	<u>A Market Participant must specify for each of its Facilities whether it intends for the Facility to be</u>		
	classified as a Fixed Price Facility [clause 4.14.18]. For the purposes of this step, a Facility may only	-1	Formatted: Font: Bold
	be nominated as a Fixed Price Facility if it meets the criteria under clause 4.14.1C of the Market		
	Rules <u>[clause 4.14.1C].</u>	-	Formatted: Font: Bold
	- With reference to 3.2.2 and 3.2.3 above, a Market Participant must ensure that any Certified	(	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	Reserve Capacity it holds for:	(	Franchista I. A. I. F. T. I. S. F. Martin
	<u>a Fixed Price Facility; or</u>		Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm
			·

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 19 of 34



a Transitional Facility in a Transitional Reserve Capacity Cycle; Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.5 cm, List tab + is not made available in a Reserve Capacity Auction under step 3.2.2(a) above [clause 4.14.1A] Not at 3 cm Formatted: Body Text 6.1.12. The Market Participant must ensure that the sum of the quantities as required under clause 4.14.14 of the Market Rules for a Facility is equal to the Certified Reserve Capacity for that Facility for the Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm current Reserve Capacity Cycle. 6.1.13 Synergy must ensure that the amount of Reserve Capacity that it intends to trade bilaterally, as required under clause 4.14.1(c) of the Market Rules, is made in accordance with the requirements outlined in clauses 4.14.4 and 4.14.5 of the Market Rules. Formatted: ResetPara, Indent: Left: 0 cm, First line: 0 cm 6.1 6.1.15. -AEMO must review the information provided by Market Participants in accordance with clause 4.14.1 of the WEM Rules to ensure that the information provided is consistent with the Certified Reserve Capacity of each Facility and the requirements of section 4.14 of the WEM Rules, and [clause 4.14.7]: AEMO must review the information provided in a Bilateral Trade Declaration for a Formatted: Font: (Default) Segoe UI Semibold Facility within one Business Day of receipt of the Bilateral Trade Declaration. This may be automated in WEMS. 3.1.11. if the information is not consistent, then AEMO must endeavour to resolve the discrepancy Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab (a) + Not at 2.25 cm + 3 cm with the Market Participant within one Business Day of receipt; (b) if the information is consistent, then AEMO must inform the Market Participant within one Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm Business Day of receipt that the information is accepted; and if AEMO cannot establish what a Market Participant's intentions are with respect to all or (c)

part of its Certified Reserve Capacity within the time allowed for resolving discrepancies by step 3.1.11(a) of this Procedure, then the relevant part of that Market Participant's Certified

Reserve Capacity will be treated as being unavailable to the market,

deadline for resolving discrepancies specified in step 3.1.11(a) of this Procedure.

and AEMO must notify the Market Participant of this outcome within one Business Day of the

MARKET PROCEDURE: DECLARATION OF BILATERAL TRADES AND THE RESERVE CAPACITY

AUCTION

4.14 of the Market Rules has been provided [clause 4.14.7];

included in the Bilateral Trade Declaration [Cclause 4.14.1]; and

Bilateral Trade Declaration to confirm that:

the applicant is a Market Participant;

-The review required by step 3.1.11 of this Procedure may be automated through validations in

WEMS. In reviewing the information under step 2.3.1, AEMO must check all data provided in a

the Facility referred to in the Bilateral Trade Declaration has been assigned Certified Reserve

all the information provided meets the requirements information required under clause section

the total quantity of Certified Reserve Capacity held by the Market Participant is equal to that

the Facility to which the submission refers is not subject to a Network Control Service Contract.

If a Bilateral Trade Declaration if it does not satisy the requirements under 3.3.1 above AEMQ must endeavour to resolve any discrepencies with the Market Participant, within one Business

[Cclause 4.14.3]must be performed within one Business Day of Receipt and done



Formatted: Indent: Left: 0 cm, Hanging: 1.
--

Formatted: Heading 3, No bullets or numbering

Formatted: Font: Not Bold
Formatted: Font: (Default) Segoe UI Semibold, Not Bold
Formatted: Font: Bold

Formatted: Font: (Default) Segoe UI Semibold
Formatted: Heading 3

Formatted: Font: (Default) Segoe UI Semibold

1	Formatted: Font: (Default) Segoe UI Semibold
1	Formatted: Default Paragraph Font, Font:
	Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm

63	Resolution of dDiscrepancies
0.0.	

Day of receipt [clause 4.14.7(a)],

6.1.16

<del>(a)</del>

(b)

<del>(c)</del>

<del>(d)</del>

3.1.12.

Capacity;

<del>(b)</del>

- 6.4.0. AEMO must endeavour to resolve, with the Market Participant, any discrepancy in the consistency of the information provided in a Bilateral Trade Declaration, within one Business Day of receipt [Clause 4.14.7(a)].
- 6.5.0. In seeking to resolve a discrepancy under step 2.4.1, AEMO may request additional information from a Market Participant. The request must outline the information that is needed by AEMO to proceed with its consideration of the Bilateral Trade Declaration.
- 6.6.0. Upon receiving a request for additional information under step 2.4.2, the Market Participant must respond to AEMO by making necessary adjustments to its Bilateral Trade Declaration and providing additional information as necessary. If AEMO cannot establish what a Market Participant's intentions are with respect to all or part of its Certified Reserve Capacity within the time specified for resolving discrepancies in clause 4.14.7(a) of the Market Rules AEMO must determine that:
  - (g) <u>'</u>the Market Participant's Certified Reserve Capacity corresponding to pre-existing Long Term Special Price Arrangements cannot be traded bilaterally; and
  - (h) the Market Participant's Certified Reserve Capacity not covered by pre-existing Long Term Special Price Arrangements will be treated as being unavailable to the market

Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm

**Formatted:** Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm

30 November 2015 15 July 2020



	and	HAEMO must notify the Market Participant of this outcome within one ◄	Formatted: Heading 2, Indent: Left: 0 cm
	Bus	iness Day of the deadline for resolving discrepancies specified in	
		use 4.14.7(a) [Clause 4.14.7(c)].	
<u>6.10.3</u>	.2.	_Mutually <u>e</u> Exclusive Facilities	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm, Keep with next, Keep lines together
<u>6.10.1.3.2</u>	2.1.	AEMO must review the information submitted to it in Bilateral Trade Declarations and	
	iden	tify any Facilities that <u>it determines cannot <del>physically</del> exex</u> ist simultaneously <u>, taking into</u>	
	<u>acco</u>	unt any circumstances it deems relevant. For example, more than one Market Participant is	
	prop	osing to build a Facility that will be located at the same site.	
3.2.2.		o or more Facilities cannot simultaneously exist (for example, because more than one Market	
		cipant is proposing to build a Facility that will be located at the same site) then AEMO	
	-	not accept a non-zero value provided in accordance with step 3.1.3(ii) of this Procedure in	
		ect of more than one of these Facilities and must reject all but one Facility based on the	
		wing criteria [clause 4.14.6]:	
	<u>(a)</u>	Facilities that are operational or are committed will be accepted ahead of other Facilities;	Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab + Not at 2.25 cm + 3 cm
		<u>then</u>	
	<u>(b)</u>	if more than one Facility remains, then Facilities that can demonstrate having secured financing will be accepted ahead of other Facilities; then	Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm
	(c)	if more than one Facility remains, then Facilities with the greatest quantity of Certified	
	<u></u>	Reserve Capacity will be accepted ahead of Facilities with lower Certified Reserve Capacity;	
		then	
	(d)	if more than one Facility remains, then Facilities identified in Expressions of Interest will be	
		accepted ahead of other Facilities; then	
	(e)	if more than one Facility remains, then AEMO will accept one based on the order in which	
	<u>(c)</u>	they applied for Certified Reserve Capacity, including applications for Conditional Certified	
		Reserve Capacity.	
3.2.3.		O may request supporting information from a Market Participant in making an assessment	
	unde	er step 3.2.2 of this Procedure.	

Formatted: List (a), Indent: Left: 2.5 cm

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 22 of 34

criteria outlined in clause 4.14.6 of the Market Rules **<u>#clause 4.14.61</u>**.

6.11.0

6.12.0

<del>6.13.</del>3.3.

accepted.



Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm, Keep with next, Keep lines together

Formatted: Font: (Default) Segoe UI Semibold

Formatted: Default Paragraph Font, Font: (Default) Segoe UI Semibold

not been able to resolve discrepencies under step 3.3.2, then AEMO must: reject any Bilateral Trade Declarations that are deemed invalid from the bilateral trade

reject any bilateral frade Declarations that are deemed invalid from the bilateral trade process and the subsequent Capacity Credit assignment process<u>notify the Market</u>
<u>Participant that the information is rejected within one Business Day of receipt **[clause**<u>4.14.7(b)]; and</u></u>

Where AEMO identifies under step 2.5.13.5.1 that two or more Facilities cannot simultaneously

AEMO may request supporting information from a Market Participant to supportin making any assessment required under clause 4.14.6 of the Market Rules<u>under step 3.2.2 of this Procedure</u>.

Acceptance and rRejection of Bilateral Trade Declarations

section 4.14 of the Market Rules, AEMO must notify the Market Participant within one Business Day of receipt that the information is accepted **[Cclause 4.14.7(b)]**. This notification may take the

form of an automated response within WEMS stating that the Bilateral Trade Declaration was

If a Bilateral Trade Declaration does not satisfy the requirements under step 3.3.1 and AEMO as

6.13.1. If the information provided by the Market Participant is consistent with that required in clause

exist then AEMO cannot accept a non-zero value for the total amount of Reserve Capacity intended to be traded bilaterally (<u>provided in accordance with Market Rule</u>clause 4.14.41(c)) in respect of more than one of these Facilities and must reject all but one Facility based on the

- 3.3.1.
   treat the relevant Certified Reserve Capacity as being unavailable to the market Iclause

   4.14.7(c)].:In accordance with section 3.7 of the Market Procedure: Reserve Capacity Security,

   AEMO must reject a Bilateral Trade Declaration where a Market Participant has not provided the required Reserve Capacity Security or DSM Reserve Capacity Security.
- 3.3.2. For the purpose of accepting Bilateral Trade Declarations, AEMO must use the Facility status (Proposed Status or Committed Status) determined in accordance with Appendix A of this Procedure and recorded in WEMS at the time that the Bilateral Trade Declaration is submitted.
- 3.3.3. If Certified Reserve Capacity is not to be made available to the market as a result of the acceptance by AEMO of information submitted by a Market Participant in accordance with step 3.1.3(iii) of this Procedure, or because step 3.1.11(c) of this Procedure applies, then all obligations associated with that part of the Certified Reserve Capacity held by the relevant Market Participant are to terminate from the time AEMO notifies the Market Participant that it accepts the information provided in accordance with step 3.1.3 of this Procedure or the application of step 3.1.11(c) of this Procedure (as applicable) and that part of the Certified Reserve Capacity ceases to be Certified Reserve Capacity for the purposes of the WEM Rules (including for the purposes of setting the Reserve Capacity Obligation Quantity) Iclause 4.14.81, 6.14.0.

Formatted: Font: (Default) Segoe UI Semibold Formatted: Font: (Default) Segoe UI Semibold, Not Bold Formatted: Font: (Default) Segoe UI Semibold Formatted: Font: (Default) Segoe UI Semibold Formatted: Font: (Default) Segoe UI Semibold, Not Bold Formatted: Font: (Default) Segoe UI Semibold

Formatted: Font:

Formatted: List (a), Indent: Left: 0 cm, First line: 0 cm

Doc Ref: Error! No text of specified style 3

30 November 2015 15 July 2020

Page 23 of 34



Confirmation of Certified Reserve Capacity that may be traded Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm, Keep with 6.15.3.4. next, Keep lines together **B**<u>b</u>ilaterally AEMO must notify each Market Participant that specified a non-zero amount under step 3.1.3(ii) 3.4.1 of this Procedure by the date and time specified in clause 4.1.15 of the WEM Rules of the quantity of Certified Reserve Capacity held by the Market Participant in respect of each Facility that it can trade bilaterally, where this quantity must [clause 4.14.9]: exclude Certified Reserve Capacity to which clause 4.14.8 of the WEM Rules relates; and Formatted: Indent: Left: 1.5 cm, Hanging: 1.5 cm, Tab (a) stops: Not at 2.25 cm be determined using the methodology described in Appendix 3 of the WEM Rules. (b)Formatted: List (a) Where a Market Participant specified a non-zero amount under clause 4.14.1(c)step 3.2.2(b). **AEMO** must () determine the quantity of Certified Reserve Capacity that may be traded bilaterally for Formatted: Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: each Facility in accordance with the methodology described in Appendix 3 of the 3 cm Market Rules [Cclause 4.14.9(b)]; and Formatted: Font: (Default) Segoe UI Semibold, Not Bold Formatted: Font: Formatted: List (a), Indent: Left: 0 cm, First line: 0 cm AEMO must ensure that the quantity for each Facility in step 2.7.1 excludes Certified Reserve Capacity that is associated with pre-existing Long Term Special Price Formatted: List (a), Indent: Left: 0 cm Arrangements or that is not to be made available to the market [Clause 4.14.9(a)]. 9.0.0. Following the completion of its determination under step 2.7.1, AEMO must notify each Formatted: List (a), Indent: Left: 0 cm, First line: 0 cm Market Participant of the quantity of Certified Reserve Capacity that may be traded bilaterally for each of its Facilities<u>determined under step (a)</u> by 5:00 PM on the first Business Day following the closure of the Bilateral Trade Declaration window the date and Formatted: Font: (Default) Segoe UI Semibold time specified in clause 4.1.15 of the Market Rules [Cclause 4.14.9] or as extended in accordance with clause 4.1.32 of the Market Rules. Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm, Keep lines together, Tab stops: Not at 2.75 cm 10.4. RESERVE CAPACITY AUCTION Confirmation or cCancellation of the Reserve Capacity Auction <del>10.1.</del>4.1. 10.1.1.4.1.1 In accordance with clause 4.15.1 of the WEM Rules, AEMO must run a Reserve Capacity

Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm

Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm

MARKET PROCEDURE: DECLARATION OF BILATERAL TRADES AND THE RESERVE CAPACITY AUCTION

Auction if:

- (a) in applying the methodology described in <u>Part A of Appendix 3 of the Market-WEM Rules</u>, 
   AEMO determines that a shortfall exists for any Availability Class; and
- (b) one or more Market Participants <u>have</u> specified a non-zero quantity in their Bilateral Trade <u>Declaration</u> to be made available in the Reserve Capacity Auction, provided under clause 4.14.4(a)sections 4.14 or 4.28C of the Market WEM Rules.

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020



<del>10.1.2.</del>	If the information provided under clauses 4.14 and 4.28C of the Market Rules indicates that no		
	Certified Reserve Capacity is to be made available in the Reserve Capacity Auction for a Reserve		
	Capacity Cycle, or, based on the information received under clause 4.14 of the Market Rules,		
	AEMO considers that the Reserve Capacity Requirement for the Reserve Capacity Cycle will be		
	met without an auction, then AEMO must determine that the Reserve Capacity Auction has been	÷	
	cancelled [Clause 4.15.1(a)].		
		4	Formatted: ResetPara, Indent: Left: 0 cm, First line: 0 cm
4.1.2.	If the criteria in step 4.1.1 of this Procedure are satisfied, then by the date and time specified in		
	clause 4.1.16(c) of the WEM Rules, AEMO must publish a notice in accordance with clause 4.15.2		
	of the WEM Rules specifying:		
	(a) that the Reserve Capacity Auction will be held;	•	<b>Formatted:</b> Indent: Hanging: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm +
	(b) the Reserve Capacity Auction Requirement, where this equals the:		Tab after: 3 cm + Indent at: 3 cm
	(i) Reserve Capacity Requirement; less		
	(ii) the total amount of Certified Reserve Capacity which AEMO has notified Market Participants can be traded bilaterally under step 3.4.1 of this Procedure; less		
	(iii) the amount of Capacity Credits assigned under section 4.28C of the WEM Rules for the	2	
	relevant Reserve Capacity Cycle; less		
	(iv) the total amount of Certified Reserve Capacity assigned to Facilities that are subject to a Network Control Service Contract; and		
	(c) the amount of Reserve Capacity required to be procured via the auction from each		Formatted: List (a)
	Availability Class.		
	If the criteria in step 4.1.1 above are satisfied. AEMO must publish a notice specifying this		Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	outcome by 5:00 PM on the second Business Day following 2 September in Year 1 of the releant		
	Reserve Capacity Cycle, this notice must contain:		
	<u>the information outlined in clauses 4.15.2(a) – (c) of the Market Rules;</u>		
	the dates during which AEMO will accept Reserve Capacity Offers; and	•	Formatted: Indent: Left: 1.5 cm, Hanging: 0.75 cm, Outline
	the date on which the Reserve Capacity Auction results will be published.		numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.25 cm, List tab + Not at 3 cm
4.1.3.	If the criteria in step 4.1.1 of this Procedure are not met, then by the date and time specified in		
	clause 4.1.16 of the WEM Rules, AEMO must publish a notice in accordance with clause 4.15.1 of		
	the WEM Rules specifying for that Reserve Capacity Cycle:		
	(a) that the Reserve Capacity Auction has been cancelled;	•	Formatted: Indent: Left: 1.5 cm, Hanging: 1.5 cm
	(b) the Reserve Capacity Requirement:	•	Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab
	(c) the total amount of Certified Reserve Capacity:		after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm
	(d) the Capacity Credits assigned, by Facility, under section 4.28C of the WEM Rules; and		
	(e) the total amount of Certified Reserve Capacity that would have been made available in th	<u>e</u>	Formatted: List (a)
	Reserve Capacity Auction had one been held.		
	AEMO-must:		Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	<u>determine that the reserve capacity raction is cartefied, and</u>		

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 25 of 34



publish a notice with the information outlined in clauses 4.15.1(a) – (d) and 4.20.5AA of the Market Rules, by 5:00 PM on the second Business Day following 2 September in Year 1 of the relevant Reserve Capacity Cycle [clauses 4.1.18A and 4.20.5AA] [clause 4.15.1(a)].

- 10.2.0. If in step 3.1.2, AEMO determines that the Reserve Capacity Auction has been cancelled, then, \_by the date and time specified in clause 4.1.16 of the Market Rules or as extended in accordance with clause 4.1.32, AEMO must publish a notice specifying the information outlined in clause 4.15.1(a) – (e) for that Reserve Capacity Cycle.
- 40.3.0. Where AEMO does not determine under step 3.1.2 that a Reserve Capacity Auction is cancelled for a Reserve Capacity Cycle, AEMO must, by the date and time specified in clause 4.1.16 of the Market Rules or as extended in accordance with clause 4.1.32, publish a notice that a Reserve Capacity Auction will be held and specifying:
- (d) the information outlined in clauses 4.15.2(a) (c) of the Market Rules;
- (e) the dates during which AEMO will accept Reserve Capacity Offers; and
- (f) the date on which the Reserve Capacity Auction results will be published.

#### 10.7.4.2. Submission of Reserve Capacity Offers

- 10.7.1.4.2.1. Where AEMO accepted a Bilateral Trade Declaration submission from a Market Participant whothat specified a non-zero quantity of Certified Reserve Capacity to be made available in the Reserve Capacity Auction of Certified Reserve Capacity under clause 4.14.1(a) of the Market Rules, the Market Participant must submit a Reserve Capacity Offer in respect of that Certified Reserve Capacity if a Reserve Capacity Auction is required under step 4.1.1 of this Procedure.
- <u>4.2.2.</u> A Market Participant <u>submitting a Reserve Capacity Offer submitting amust submit the</u> information specified in section 4.18 of the WEM Rules, using the Reserve Capacity Auction form, prescribed under clause 4.17.1 of the WEM Rules, to AEMO during the period specified in clause 4.1.17 of the WEM Rules [clause 4.17.2].

10.7.2. Reserve Capacity Offer must submit the information:

- After 9:00 AM on the fourth Business day following 2 September in Year 1 of the relevant Reserve Capacity Cycle;
- (g) <u>Before 5:00 PM on the last Business Day falling on or before 14 September in Year 1 of the</u> <u>relevant Reserve Capacity Cycle; and</u>during the time period specified in<u>clause 4.1.17 of the</u> <u>Market Rules; and</u>
- (g) through the WEMS MPI, unless an alternative Reserve Capacity Auction form is specified by AEMO and published on the Market Web Site [Cclause 4.17.2]

Formatted: Indent: Left: 1.5 cm, Hanging: 0.75 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.25 cm, List tab + Not at 3 cm Formatted: Font: (Default) Segoe UI Semibold Formatted: Font: (Default) Segoe UI Semibold, Not Bold Formatted: Font: (Default) Segoe UI Semibold, Not Bold Formatted: Font: (Default) Segoe UI Semibold, Not Bold Formatted: Font: (Default) Segoe UI Semibold Formatted: Font: (Default) Segoe UI Semibold Formatted: Font: (Default) Segoe UI Semibold Formatted: Font: (Default) Segoe UI Semibold

Formatted: Heading 2, Indent: Left: 0 cm, First line: 0 cm

Formatted: Heading 2, No bullets or numbering

Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm

Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm Formatted: Indent: Left: 1.5 cm, Hanging: 0.75 cm, Tab stops: 2.25 cm, List tab + Not at 3 cm

Formatted: Font:

Formatted: Font: Not Bold

Formatted: Font: Bold

Doc Ref: Error! No text of specified style 30

30 November 2015 15 July 2020

Page 26 of 34



4.2.3.	AEMO may reject a Reserve Capacity Offer must beif [clause 4.17.4]:		Formatted: Font: (Default) Segoe UI Semibold, Not Bold
	(a) the offer is inconsistent with the requirements of the WEM Rules, including clause 4.14.10	[	Formatted: Indent: Left: 1.5 cm, Tab stops: Not at 3 cm
	of the WEM Rules;		
	(b) the offer does not contain anyall of the information required under specified in section		
	4.18 of the WEM Rulessection 4.18 of the WEM Rules [clauses 4.18.1 and 4.18.2]; orand	<u> </u>	Formatted: Font: Not Bold
	(c) the offer is not in the form required by clause 4.17.2 of the WEM Rulesstep 4.2.2 of this	[	Formatted: List (a)
	Procedure.		
<del>10.7.5.</del>	AEMO may not accept a Reserve Capacity Offer submitted outside the period specified in clause		Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
10.7.5.	4.1.17 of the Market Rules [Clause 4.17.8].	C	
<del>10.7.6.</del>	A Market Participant must provide the information [clause 4.17.4] specified in:	_	
	(g) clause 4.18.1 of the Market Rules in its Reserve Capacity Offer <u>WEM</u> ; and		Formatted: Indent: Hanging: 1.5 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm
	(g) clause 4.18.2 of the Market Rules in respect of each Reserve Capacity Price-Quantity		Formatted: Indent: Left: 1.5 cm, Outline numbered + Level:
	Pair <u>WEM</u> .	2	2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab
4.2.4.	AEMO may not accept a Reserve Capacity Offer submitted outside the period specified in		after: 3 cm + Indent at: 3 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm
4.2.4.	Reserve Capacity Offer window in the interval specified in clause 4.1.17 of the WEM Rules step		Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	4.2.2 of this Procedure [clauses 4.1.17 and clause _4.17.8].		Formatted: Font: (Default) Segoe UI Semibold
			Formatted: Font: (Default) Segoe UI Semibold, Not Bold
<u>4.2.5.</u>	For the purpose of the Reserve Capacity Auction, AEMO must use the Facility status (Proposed		Formatted: Font: (Default) Segoe UI Semibold
	Status or Committed Status) determined in accordance with Appendix A of this Procedure, which		
	is-and recorded in WEMS at the time that the Reserve Capacity Offer is submitted.		
<del>10.7.9.</del>	For the purpose of the Reserve Capacity Auction, AEMO must use the Reserve Capacity Facility	[]	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	Status for a Facility that is recorded in the MPRWEMS at the time that the Reserve Capacity Offer		
	is submitted (see Appendix 1 <u>Appendix A</u> of this Procedure).		
<del>10.7.10.</del>	Upon receipt of a Reserve Capacity Offer, AEMO must determine whether it [clause 4.17.4]:		
10.7.10.	(g) is consistent with the requirements of the Market WEM Rules, including clause 4.14.10;		Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab
			+ Not at 3 cm
	(g) contains all of the information required under clause 4.18 of the Market WEM Rules; and		Formatted: Font: Not Bold
	(g) is in the form required by clause 4.17.2 of the Market <u>WEM_Rules [Clause 4.17.4].</u>		Formatted: Font: Not Bold
4.2.6.	AEMO must accept that the Reserve Capacity Offer jas valid if it meets the criteria specified in		Formatted: Font: Not Bold
<u>-1.2.0.</u>	step 3.2.6 <u>4.2.3</u> , and may reject the Reserve Capacity Offer if one or more of the criteria are not		Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab
	met:-	\\\ a	after: 3 cm + Indent at: 3 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm
	(a) the offer is consistent with the requirements of the WEM Rules, including clause 4.14.10 of		Formatted: Font: +Body (Segoe UI Semilight), Not Bold, Font
	the WEM Rules;		color: Auto
	(b) the offer contains all of the information specified in section 4.18 of the WEM Rules; and		Formatted: Font: Not Bold
	(c) the offer is in the form required by step 4.2.2 of this Procedure.		Formatted: Font: Not Bold
<del>1.1.0.</del>	-		Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.5 cm, List tab + Vot at 3 cm
<del>1.2.0.</del>	- Upon receipt of a Reserve Capacity Offer, AEMO must within one Business Day:		Formatted: ResetPara, Indent: Left: 0 cm, First line: 0 cm
	(c) contact the Market Participant to confirm receipt of the Reserve Capacity Offer; and	$\sim$	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
			Formatted: Indent: Left: 1.5 cm, Hanging: 1.5 cm, Tab
		9	stops: 2.25 cm, List tab + Not at 3 cm

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 27 of 34



(a)4.2.7. notify whether the Reserve Capacity Offer has been accepted as valid or rejected as invalid Formatted: Heading 3, No bullets or numbering providing reasons for any rejection [Cclause 4.17.3]. Upon receipt of a Reserve Capacity Offer. AEMO must within one Business Day contact the Market Participant to confirm receipt, and whether it has accepted the offer as valid or rejected the offer as invalid, with reasons for rejection provided [clause 4.17.3]. 10.7.14.4.2.8. \_AEMO may notify a Market Participant under step <del>3.2.8(b) <u>4.2.7 of this Procedure8(b)</u> by •</del> Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm an automated response within WEMS or an emailby email. 10.7.15.4.2.9 If a Market Participant has not that does not been receive confirmation of receipt of a Reserve Capacity Offernotified- within the time specified in step 4.2.7 of this Procedureby AEMO within one Business Day that its Reserve Capacity Offer has been received, it must contact AEMO andto arrange for resubmission of the Reserve Capacity Offer [Calause 4.17.5]. Formatted: Font: (Default) Segoe UI Semibold \_A Market Participant may not revise or resubmit a Reserve Capacity Offer after AEMO has 10.7.16.4.2.10 confirmed receipt of the confirmed receipt of the accepted a Reserve Capacity Offer as valid under in accordance within accordance with clause 4.17.3 of the Market Rulesstep 4.2.7 of this Procedure8(b) above [Cclause 4.17.6].]. Formatted: Font: (Default) Segoe UI Semibold Formatted: Font: (Default) Segoe UI Semibold, Not Bold Subject to step 4.2.4 of this Procedure, Aa Market Participant may only resubmit a revised a 4.2.11. Formatted: Font: (Default) Segoe UI Semibold Reserve Capacity Offer ifin the event that [clause 4.17.7]: Formatted: Font: (Default) Segoe UI Semibold, Not Bold AEMO fails to acknowledge receipt of a Reserve Capacity Offer; or (a) Formatted: Indent: Left: 1.5 cm, Hanging: 1.5 cm, Tab stops: Not at 2.25 cm <del>10.7.17.</del>(b) AEMO rejects the Reserve Capacity Offer under step 4.2.7 of this Procedure. Formatted: List (a), Indent: Left: 0 cm, First line: 0 cm (h) AEMO has advised the Market Participant that its Reserve Capacity Offer is invalid; or (i) AEMO fails to acknowledge receipt of a Reserve Capacity Offer [Cclause 4.17.7]. Formatted: Indent: Left: 1.5 cm, Hanging: 0.75 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 10.10.0. A Market Participant must resubmit a Reserve Capacity Offer during the time period specified in 2.25 cm, List tab + Not at 3 cm step 4.2.2(a) - (b) of this Market Procedure clause 4.1.17 of the Market Rules. Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm 10.11.4.3. Reserve Capacity Auction <u>c</u>Clearing 4.3.1 Under clause 4.1.18 of the WEM Rules, if a Reserve Capacity Auction proceeds, then AEMO must Formatted: Heading 3, No bullets or numbering, Tab stops: Not at 3 cm run the Reserve Capacity Auction on the first Business Day falling on or following 15 September of Year 1 of the Reserve Capacity Cycle. If Reserve Capacity Offers exist from two or more Facilities that cannot simultaneously be 4.3.2 scheduled (for example, because more than one Market Participant is proposing to build a Facility that will be located at the same site), then AEMO must [clause 4.19.3]: not accept any Reserve Capacity Offer from any such Facility unless AEMO has either Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab (a) + Not at 2.25 cm + 3 cm accepted a non-zero value for that Facility under step 3.2.2 of this Procedure or has not accepted a non-zero value for any Facility under step 3.2.2 of this Procedure; and subject to step 4.3.2(a) of this Procedure, apply the methodology set out in Appendix 3 of Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab the WEM Rules for each permutation of such Facilities. The Reserve Capacity Auction after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm result will be: if no result meets the Reserve Capacity Requirement, then the result that minimises the shortfall:

Doc Ref: Error! No text of specified style 301

30 November 2015 15 July 2020

Page 28 of 34



	(ii) if one or more results meet the Reserve Capacity Requirement, then, of those results,	•	Formatted: List (i)
	the result which produces the least value for the sum over all Reserve Capacity Offers		
	of the offer price multiplied by the quantity of capacity scheduled from that Reserve		
	Capacity Offer.		
1.1.0.	If AEMO must determine whethera Reserve Capacity Offers hasve been received for two or more	•	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	Facilities that were identified in step 2.5.1 <u>3.5.1</u> as being unable to simultaneously exist <u>, then</u>		
	AEMO must -		
	AEMO may only consider a Reserve Capacity Offer from a Facility identified under step 3.3.1	•	Formatted: Heading 3, No bullets or numbering
	where in applying clause 4.14.6 of the Market Rules, AEMO has accepted a non-zero value for		
	that Facility <b>[Cclause 4.19.3(a)]</b>		Formatted: Font: (Default) Segoe UI Semibold
12.0	1.2.0	•	<b>Formatted:</b> List (a), Outline numbered + Level: 2 + Numbering Style: a, b, c, + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm
1.3.0.	AEMO must process the Reserve Capacity Offers:		Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	(a) by the first Business Day falling on or following the 15 September of Year 1 in the Reserve		
	Capacity Cycle the time and date specified in [clause 4.1.18] of the Market Rules; and	~	Formatted: Font: (Default) Segoe UI Semibold
	by applying the methodology described in Part B Appendix 3 of the Market Rules	$\swarrow$	Formatted: Font: (Default) Segoe UI Semibold, Not Bold
	[Cclause 4.19.1]; and		Formatted: Font: (Default) Segoe UI Semibold
		Л,	Formatted: Font: Not Bold
<del>(b)<u>4.3.3.</u></del>	if step 4.3.1 above applies, in accordance with 4.19.3(b) [clause 4.19.3(b)]. AEMO, by the time and		Formatted: Font: (Default) Segoe UI Semibold, Not Bold
	date specified in step 4.3.1 of the WEM Rules, must process the Reserve Capacity Offers applying	//	Formatted: Font: Not Bold
	the methodology set out in Appendix 3 and determine the Reserve Capacity Auction result in		Formatted: Heading 3, No bullets or numbering
	accordance with the objective set out in clause 4.19.2 of the WEM Rules [clause 4.19.1].		Formatted: Font: (Default) Segoe UI Semibold, Not Bold
<u> 10.11.1.4.3</u>	AEMO may use the-WEMS to complete theirs process of clearing the Reserve Capacity	•	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	Auction		

#### 10.12.4.4. Publication of the Reserve Capacity Auction OOutcome

 4.4.1.
 Under clause 4.1.18 of the WEM Rules, if a Reserve Capacity Auction proceeds, AEMO must

 publish the results in accordance with step 4.4.2 of this Procedure by 5:00 pm on 15 September
 of Year 1 of the Reserve Capacity Cycle.

#### 4.4.2. AEMO must publish [clause 4.19.5]:

- (a) the Reserve Capacity Price included in the Reserve Capacity Auction results determined in accordance with step 4.3.3 of this Procedure; and
- (b) the quantity of Certified Reserve Capacity scheduled from each Facility registered by each Market Participant in the Reserve Capacity Auction results determined in accordance with step 4.3.3 of this Procedure,

by the time and date specified in step 4.4.1 of this Procedure.

Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab + Not at 2.25 cm + 3 cm

Formatted: Indent: Left: 1.5 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm

Formatted: Body Text

Doc Ref: Error! No text of specified style 30 Novem

30 November 2015 15 July 2020

Page 29 of 34





<u>4.4.3.</u>	If, after determining the Reserve Capacity Auction result under step 4.3.3 of this Procedure, there	
	is a capacity shortfall in any Availability Class, AEMO must publish the capacity shortfall in each	
	Availability Class at the same time as it publishes the results under step 4.4.1 of this Procedure.	
1		
	THE RESULTS BY 5:00 PM ON THE DAY OF THE RESERVE CAPACITY	
	AUCTION [CLAUSE 4.1.18], THIS INCLUDES PUBLICATION OF:	Formatted: Font: (Default) Segoe UI Semibold
<del>2.0.0.</del>	the Reserve Capacity Price:	
	the quantity of Certified Reserve Capacity scheduled from each Facility registered by each Market Participant: and	<b>Formatted:</b> Indent: Left: 0 cm, Hanging: 1.5 cm, Outline numbered + Level: 3 + Numbering Style: 1, 2, 3, + Start at: 1 + Alignment: Left + Aligned at: 0 cm + Indent at: 1.25 cm
	the capacity shortfall in any Availability Class determined in Part B Step 11 of Appendix 3 of the	
	Market Rules,	
	as determined in accordance with 4.19.1 [clause 4.19.5].	
	AEMO must also publish the summary of information described in clause 4.20.5AA of the Market	
	Rules, this includes Iclauses 4.20.5AA and 4.1.18AI:	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm Formatted: Font: (Default) Segoe UI Semibold
	Aules, this includes clauses 4.20.3AA and 4.1.10AL	Formatted: Font: (Default) Segue Of Semibold
	the Reserve Capacity Price;	Formatted: Font: Not Bold Formatted: Font: (Default) Segoe UI Semibold
		Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm, Outline
	the Facility Monthly Reserve Capacity Price for each Transintional Facility multiplied by 12;	numbered + Level: 3 + Numbering Style: 1, 2, 3, + Start at: 1 + Alignment: Left + Aligned at: 0 cm + Indent at: 1.25 cm
	the Facility Monthly Reserve Capacity Price for each Fixed Price Facility multiplied by 12; and	1 + Alighment. Left + Alighed at. 0 cm + Indent at. 1.25 cm
	the racing monthly reserve capacity meet of cach face fracting maniplea by 12, and	
	each Special Reserve Capacity Price.	
	The information required under step 4.4.2 above must be published on or before the following	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
	Iclause 4.1.18A]:	Formatted: Font: (Default) Segoe UI Semibold
	if a Reserve Capacity Auction has proceeded, by no later than 5:00 PM on the last Business Day	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm, Outline
	falling on or before 24 September of Year 1 of the relevant Reserve Capacity Cycle; or	numbered + Level: 3 + Numbering Style: 1, 2, 3, + Start at: 1 + Alignment: Left + Aligned at: 0 cm + Indent at: 1.25 cm
		· · · · · · · · · · · · · · · · · · ·
	<u>if a Reserve Capacity Auction was cancelled, the first Business Day following the confirmation</u> deadline specified in clause 4.1.15 of the Market Rules <b>Iclause 4.1.16</b>	Formattade Cont. (Default) Cases LI Camibald
	deaume specified in clause 4.1.15 of the market Rules clause 4.1.101	Formatted: Font: (Default) Segoe UI Semibold
<del>3.0.0.</del>	By the date and time specified in clause 4.1.18 of the Market Rules, AEMO must publish:	Formatted: Indent: Left: 0 cm, Hanging: 1.5 cm
()	- the Reserve Capacity Price included in the Reserve Capacity Auction results, determined in	Formatted: Heading 3, No bullets or numbering
	accordance with clause 4.19.1 of the Market Rules [Clause 4.19.5(a)];	
()	the quantity of Certified Reserve Capacity scheduled from each Facility registered by each Market	
	Participant in the Reserve Capacity Auction results, determined in accordance with clause 4.19.1	
	of the Market Rules [Clause 4.19.5(b)]; and	
()	- the capacity shortfall in any Availability Class determined at Step 10 of Appendix 3 of the Market	
	Rules.	

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 30 of 34





#### Appendix H.APPENDIX A. GUIDELINES FOR ASSESSING RESERVE CAPACITY FACILITY STATUSCOMMITTED STATUS APPLICATIONS

The Methodologies for accepting Bilateral Trade Declarations and clearing the Reserve Capacity Auction consider the Reserve Capacity Facility Status for a Facility. In particular, Facilities that have a Reserve Capacity Facility Status of Commercial Operation or 'committed' will be ranked higher in some circumstances than Facilities that have a Reserve Capacity Facility Status of 'proposed'. The Reserve Capacity Facility Status is recorded in the MPR. The status for a Facility can be located on the 'Reserve Capacity' tab of the 'Facility Details' page.

Prioritisation orders for Bilateral Trade Declarations and Reserve Capacity Auction Processes may be affected by Facility status; Appendix 3 of the Market Rules should be consulted for a description of the Reserve Capacity Auction and Trade MethodologyCommitted Status and Proposed Status are important concepts for the assignment of Capacity Credits in accordance with Part A of Appendix 3 of the WEM Rules...where Facilities in Committed Status receive Capacity Credits in preference to Facilities in Proposed Status. This appendix describes the processes AEMO and Market Participants must follow in relation to <u>Committed Status applications for Committed Status.</u> <u>JAppendix 31</u>..Due to its relevance to the Bilateral Trade Declaration and Reserve Capacity Auction processes, the process for the application for 'c<u>C</u>ommitted' status is described in this Appendix.

#### H.1<u>A.1</u> Application for <u>+C</u>eommitted <u>+ sS</u>tatus <u>for new Facilities and</u> <u>Planned Facility Upgrades-Facilities</u>

- A.1.1 All Facilities must be allocated Proposed Status unless it is otherwise determined by AEMO that they have a Committed Status or Commercial Operation status.
- <u>A.1.2</u> A Market Participant whothat wishes to raise its Facility Status from 'pProposed' to 'ccCommitted'change a new Facility or Planned Facility Upgrade<sup>3</sup> from Proposed Status to <u>Committed Status</u> must submit to AEMO an applicationapply to <u>AEMO</u> change its Facility Status by:-Note that Upgrade Facilities have a separate status to the corresponding parent Facility.
  - (a) clicking the 'Create Change Request' link on the 'Reserve Capacity' tab of the 'Facility Details' page in WEMS, if the application relates to a new Facility; or
    - An application under A1.1 above must be submitted;
      - The application must be completed by clicking the 'Create Change Request' link on the 'Reserve Capacity' tab of the 'Facility Details' page in the MPR<u>in WEMS, if the application</u> relates to a parent Facility; or
  - H.1.1(b) in writingemailing-to-wa.capacity@aemo.com.au, if the application relates to a Planned Facility n-Upgrade Facility.

Formatted: Indent: Left: 0 cm, First line: 0 cm, Page break before, Tab stops: 3.75 cm, List tab

Formatted: Font: Bold

Formatted: List (a), Indent: Left: 1.25 cm, Hanging: 1.25 cm, Outline numbered + Level: 2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: 2.5 cm, List tab + Not at 3 cm
Formatted: Font: Bold
Formatted: List (a), Indent: Left: 0 cm, First line: 0 cm
Formatted: Font: Bold
Formatted: List (a), No bullets or numbering

Formatted: List (a), Indent: Left: -1.25 cm Formatted: Font: Underline, Font color: Blue Formatted: Font: Bold

Doc Ref: Error! No text of specified style 30 November 2015 15 July 2020

Page 32 of 34

<sup>&</sup>lt;sup>3</sup> Planned Facility Upgrades have a separate status to the original Facility.



<u>A.1.3</u> \_A Market Participant must make any application sunder step A1.1.21 of this Procedure at least 10 Business Days Pprior to the date on which it intends to submit a Bilateral Trade Declecaration or Reserve Capacity Offer. AEMO must acknowledge receipt of an application made under step A.1.2(b) of this Procedure as Formatted: Not Highlight A.1.4 soon as practicable. Note that any AEMO must assess an application made under step A.1.24 of this Procedure H.1.2A.1.5 within 10 Business Davs of receipt. applications made after this time may not be able to be fully assessed by AEMO by the time required for the Bilateral Trade Declartaiton or Reserve Capacity Auction processes. H.1.3A.1.6 A Market Participant submitting Following Corresponding with a submission of anan application under step A1.1.12 of this Procedure must include, a Market Participant must submit supporting information, including any supporting documentation specifically requested by AEMO<sub>2</sub> to AEMO, in writing toprovided via email to wa.capacity@aemo.com.au4, demonstrating that the Formatted: No underline, Font color: Auto Facility is 'c<u>C</u>ommitted'. Supporting information will vary for each Facility but may includeSupporting information will vary depending on the specific circumstances and may include, but is not limited to: Formatted: Indent: Left: 1.25 cm, Hanging: 1.25 cm, Tab stops: 2.5 cm, List tab + Not at 2.75 cm + 3 cm (a) evidence of a generation licence as required under section 7(1) of the Electricity Industry Act 2004-: formal commitment, including financial approval, on behalf of the person obtaining (b) funding for the project the company in respect to the project (for example, Board approval); evidence of funding arrangements for the Facility; (C) (d) financial commitment by the Market Participant to a primary equipment supplier (this would usually take the form of a signed contract purchase agreement indicating purchase of the main plant equipment, including penalty clauses associated with non-compliance owithf the purchase agreement); details of planning, construction and environmental applications, approvals and licences; (e) (f) access to land, either through ownership or an appropriate long-term written leasing agreement; a signed contract for civil works (or appropriate alternative), including contractual delivery (q) times; where a Facility is being built primarily to supply energy to one or more foundation (h) customers, evidence that relevant power supply contracts are in place; and and (i) for Demand Side Programmes, evidence of capacity already procured by third parties (for example, contracts for load curtailment) or evidence of capacity procurement activity (for example, letters of intent or memoranda of understanding) Formatted

<sup>4</sup> Unless this information was previously submitted as part of the application for Certified Reserve Capacity, in which case, the Market Participant must advise AEMO that the information was previously provided,

Doc Rof: Error! No text of specified style

30 November 2015 15 July 2020



A.1.7 AEMO must treat any information provided by a Market Participant under step A.1.356 of this Procedure as Rule Participant Market Restricted.

- H.1.4<u>A.1.8</u> AEMO may request <u>further</u> information from a Market Participant <u>prior to approving</u> <u>'ccommitted' statuswhen assessing an application made under step A.1.42 of this Procedure.</u>
- H.1.5 Any information provided by a Market Participant to AEMO under step A.1.1.43 must be treated by AEMO as confidential, if so designated by the Market Participant.
- H.1.6<u>A.1.9</u> A Market Participant must respond as soon as practicable to any requests for information under step A1.1.<u>78 of this Procedure65</u>4 so as to allow the assessment to be completed by the time required for the Bilateral Trade Declaration or Reserve Capacity Auction processes<u>within 10</u> <u>Business Days in accordance with step A.1.5 of this Procedure</u>.

#### H.2A.2 Assessment of Applications for Ccommitted sStatus applications

- H.2.1A.2.1 Upon receipt of an application to change the Reserve Capacity Facility Status for a Facility under step A.1.2 of this Procedure, AEMO must:
  - (a)  $\underline{c}$ -consider the supporting information provided by the Market Participant; and
  - (b) make a determination as to<u>determine</u> whether to approve the new Facility or Planned Facility Upgrade has ais in 'cCommitted' <u>S</u>status for the Facility.
- H.2.2<u>A.2.2</u> If under step A1.2.1(<u>b) of this Procedure</u> AEMO determines that the <u>new</u> Facility <u>or Planned</u> Facility <u>Upgrade has ais 'committed in Committed Status'</u>, AEMO must
  - (a) approve the change requestin WEMSreflect the change in WEMS by approving the change request submitted under step A.1.2(a) of this Procedure or updating the Planned Facility Upgrade's status; and
  - (b) advise\_notify\_the Market Participant of the outcome and the <u>effective</u> date from which <u>offor the the status</u> changeCommitted Status\_will be effective.
- H.2.3<u>A.2.3</u> Once the <u>change is effective effective date has passed</u> (as <u>specified notified by AEMO</u> <u>underim</u> step A1.2.2(b) <u>of this Procedure</u>), a Bilateral Trade Declaration or Reserve Capacity Offer submitted for the Facility will <u>hold areflect 'cC</u>ommitted' <u>sS</u>tatus.
- A.2.4 If AEMO rejects or is unable to approve the <u>Committed Status applicationchange request or is</u> unable to approve the change request before the Bilateral Trade Declaration or Reserve Capacity Offer submission window closes, the Facility will <u>be considered as 'pProposedretain amain</u> <u>Proposed Status</u>' for the purposes of the Bilateral Trade Declaration or Reserve Capacity Auction process <u>for that Reserve Capacity Cycle</u>.
- A.2.5 If AEMO rejects or is unable to approve a Committed Status application, it must notify the Market Participant as soon as practicable. This notification may be automated and provided through WEMS.

Formatted: Not Highlight

Formatted: Indent: Hanging: 1.5 cm, Tab stops: Not at

2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm

Formatted: Indent: Left: 1.5 cm, Outline numbered + Level:

Formatted: Indent: Left: 1.5 cm, Tab stops: 2.5 cm, List tab

Formatted: Indent: Left: 1.5 cm, Outline numbered + Level:

2 + Numbering Style: a, b, c, ... + Aligned at: 2 cm + Tab after: 3 cm + Indent at: 3 cm, Tab stops: Not at 3 cm

2.75 cm

+ Not at 3 cm

H.2.4