

MINUTES – GWCF

MEETING: Gas Wholesale Consultative Forum
 DATE: Thursday, 16 June 2022
 TIME: 9.30 am – 12.30 pm AEST
 LOCATION: Teleconference-only
 MEETING #: 35
 CONTACT gwcf_correspondence@aemo.com.au

ATTENDEES:

Name	Company
Jordan Daly (Chair)	AEMO
Adam Watson	AEMO
Alison Foster	AEMO
Andrea Marinelli	AEMO
Darryl White	AEMO
David Younger	AEMO
Deepti Navale	AEMO
Hugh Ridgway	AEMO
Luke Garland	AEMO
Navjeet Dhoot	AEMO
Nicole Nsair	AEMO
Nicholas Pope	AEMO
Robbie Flood	AEMO
Yvonne Tan	AEMO
Daniela Moraes	AEMC
James Tyrell	AEMC
Meredith Mayes	AEMC
Jeremy Llewellyn	AER
Robert Matton	AER
Megan Patten	AER
Damien Kennedy	AGL
Devrim van Dijk	AGL
Liz Gharghori	AGL
Marika Suszko	AGL
Paul Bresloff-Barry	Agora Retail
Suchet Mehta	Agora Retail
Rupert Cheung	Alinta Energy
Daniel Tucci	APA Group
Hamish Wagner	APA Group
Isabelle Lawder	APA Group
Przemek Grobelski	APA Group
Rebecca Mason	APA Group
Scott Young	APA Group
Matt Arnold	Arrow Energy
Vikas Mannaru	BHP
Melissa Perrow	Brickworks

Name	Company
Philip Plat	Bluescope Steel
John Bucknell	Caltex
David Habib	Coop Energy
Robbie Flood	CSR
Matt Brown	Eastern Energy Buyers Group
Nick Flint	EPIC Energy
Ashley Hardie	Energy Australia
Shane Ng	Energy Australia
Scott Jeffrey	Energy Australia
Daniel Quinn	ENGIE
Christina Sutherland	GLNG
Daniel Evans	HansenCX
Sagar Shar	HansenCX
Alex Uziallo	Hydro
Andrew Zancanaro	Jemena
James Harding	Jemena
Renee Costoglou	Jemena
Tracey Thommers	Jemena
Ee Siew Ong	Lochard Energy
Thomas Lozanov	Origin Energy
Craig Norton	RMHEDGE
Jamie Coombs	SEA Gas
Marcus Godfrey	SEA Gas
Alice Paradisi	Shell Australia
Kirsten Kenny	Shell Australia
Navid Ghanooni	Snowy Hydro
Mark Ainsworth	Queensland Department of Natural Resources, Mines and Energy
Jennifer Brownie	Queensland Energy Users Association
Patrick Lau	Tel Pacific
Angus Holcombe	Telstra
Dadbeh Arshid	Unknown
May Choon	Unknown
Megan Patten	Unknown
Robin Coombe	Venice Energy
Patrick Stock	Viva Energy
Ben Lewis	Westside Corporation

1. Welcome and attendance / apologies – Jordan Daly, AEMO

Jordan Daly (AEMO) welcomed all to the meeting. An apology was received from Patrick Lau (Tel Pacific).

2. AEMO Competition Law Protocol – Jordan Daly, AEMO

The GWCF noted AEMO's Competition Law Protocol and its requirements on both AEMO and participants.

3. Confirm agenda and previous meeting minutes and actions – Jordan Daly, AEMO

The GWCF confirmed the agenda.

The GWCF confirmed the previous meeting minutes as accurate.

The action items table appended to these minutes has been updated.

4. AER Update – Robert Matton, AER

Robert Matton (AER) spoke to the AER investigating market behaviours especially around bidding & pricing, as well as the slides circulated ahead of the meeting.

A question was received regarding whether Part 18a of the Gas Market Transparency proposal had been removed from the legislation. Robert Matton (AER) clarified this was moved into another legislative package, likely to be passed early next year.

Bec Mason (APA) asked about whether the timelines on slide 3 applied to participants. Robert Matton (AER) clarified this is until the rules become live following passage through SA Parliament. This is expected late September-early October.

5. AEMC Update – James Tyrell, AEMC

James Tyrell (AEMC) provided an update on the AEMC Hydrogen Review. 23 submissions were received on the draft report, which closed a month ago. The Final Report is to be published 8 September. The Final set of rules will be sent to ministers mid-November. Out of 25 recommendations, half were wholly supported by stakeholders. A link to the review is [here](#).

Daniella Moraes (AEMC) spoke to the DWGM distribution connected facilities Rule change. 10 submissions were received, which are available on the AEMC website. Publication date for the Final Determination was extended until 8 September to line up with the aforementioned hydrogen review. A link to the proposal is [here](#).

6. Gas Market Monitoring Markets Update – Darryl White (AEMO)

Darryl White (AEMO) provided the Autumn Update and spoke to the slides which were circulated after the meeting.

Jennifer Brownie (QEUN) asked via chat: 'The large drop in non-GPG demand is a concern. Is this a permanent drop id businesses have closed? Will it drop more with slower economic conditions? Do AEMO survey large commercial and industrial gas consumers eg like AEMO surveys Large Industrial Loads for electricity?'. Hugh Ridgway (AEMO) responded : 'Our forecasting team does this sort of analysis as part of the GSOO'. Jennifer Brownie (QEUN) asked: 'Hugh - ESOO surveys about 100 LILs. Is survey for GSOO extensive enough to pick up changes in industrial and commercial gas demand? Does GSOO survey pick up if companies are looking to install electrolyzers eg Twiggy Forrest's first electrolyser from his Gladstone plant is apparently destined for Gibson Island ie less demand for gas delivered by pipeline.' Hugh Ridgway responded: Would need to refer that one to the forecasting team, can provide a contact after. Darryl White (AEMO) also responded: We're unsure as to the causes and the exact impact of prices on industrial demand, but the full extent of this impact is currently unknown and AEMO will investigate further. Nicole Nsair (AEMO) noted that the Gas Transparency Measures would help address this. It was agreed to get further information on the GSOO survey methodology (**Action 35.6.1**).

Darryl White (AEMO) gave an update regarding the DWGM Market Enhancement Project according to the slides. Industry training details, recording and slides available by request.

7. Gas Market Monitoring General Update – David Younger (AEMO)

David Younger (AEMO) gave the GMM update according to the slides.

Comment received from Devrim van Dijk in the chat: 10am was \$800. Comment from Scott Young via chat: The VTS access arrangement includes plans to expand the capacity of the SWP. Comment from Matt Brown via chat: We are unable to reconcile the cumulative price for SYD STTM on INT-672, and raised a support hub call. David Younger (AEMO) stated AEMO will look into the recalculation of the price. Yvonne Tan (AEMO) stated she will send him the CPT calculations for SYD hub. Question from Sarah Kok via chat: To the extent there are claims for compensation, what information about those claims will be made publicly available? Nicole Nsair (AEMO) stated the notes in the minutes from the relevant industry conference as well as the Rules are publicly available.

Darryl White (AEMO) provided an update regarding the DWGM Capacity Certificate Auction Market Trial and Industry Readiness. Nominations are requested via dwgm@aemo.com.au to participate in said trial.

8. Other Business

Hugh Ridgway (AEMO) spoke to the Gas Market Parameter Review. Modelling and the draft report will be circulated to GWCF, The Final Decision and Report must be published within 6 months of the reliability review (early 2023). The Review will focus on price caps, cumulative price period, CPT Horizon and the minimum market price. Unlikely for these settings to change but they are in scope. Further information to be circulated over time.

It was noted that an update regarding the Emergency Procedures (Gas) and Gas Curtailment Guidelines Consultation would be shared in the September 2022 GWCF meeting.

Jennifer Brownie (QEUN) spoke with regards to establishing a green hydrogen reserve. Meredith Mayes (AEMC) noted that AEMO, AEMC & Commonwealth would have to discuss this in further detail as it is outside the scope of the blended fuels review. It was agreed to follow up on this outside the GWCF (**Action 35.6.2**).

9. Meeting close – Jordan Daly, AEMO

Jordan Daly (AEMO) noted that AEMO would circulate the slides and actions following the meeting. Jordan Daly (AEMO) closed the meeting.

ACTION ITEMS RAISED AT MEETING

Item	Topic	Action required	Responsible	By
35.6.1	Drop in non-GPG demand	Jordan Daly (AEMO) to reach out to AEMO Forecasting regarding the impact of prices on industrial demand.	Jordan Daly (AEMO)	Next meeting
35.6.2	Green hydrogen reserve	<p>Jordan Daly (AEMO) to reach out to Meredith Mayes (AEMC) regarding Jennifer Brownie's (QEUN) query regarding green hydrogen reserves.</p> <p>Following the GWCF meeting, Jordan Daly (AEMO) and Meredith Mayes (AEMC) agreed that Jennifer Brownie's (QEUN) submission to the AEMC on this matter will be sent to the AEMC's Commonwealth counterparts for consideration.</p>	Jordan Daly (AEMO).	20/06/2022

ACTION ITEMS RAISED BEFORE MEETING

Item	Topic	Action required	Responsible	By
34.3.1	Slides to be circulated	<p>Slides and further detail to be circulated regarding the following:</p> <ul style="list-style-type: none">- 2022 Summer Review- Capacity Certificate Market Trial- DWGM Intervention Report- GWCF AER update- GWCF December 2021 Meeting Notes <p>These were circulated on 18 March 2022.</p>	Jordan Daly (AEMO)	18 March 2022
34.3.2	DWGM Intervention Report	<p>GWCF participants to respond to request for feedback using the template provided via gwcf_correspondence@aemo.com.au.</p>	GWCF Participants	1 April 2022