

Australian Energy Market Commission

Rule Proposal

National Electricity Amendment (Minor Changes) Rule 2007

Rule Initiated by:
Australian Energy Market Commission

30 August 2007

Signed:.....

John Tamblyn
Chairman
For and on behalf of
Australian Energy Market Commission

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Submissions

Objections to expedited process are due by 13 September 2007
Submissions are due by 2 October 2007

Send submissions electronically to submissions@aemc.gov.au

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John Tamblyn

Chairman

About the AEMC

The Council of Australian Governments, through its Ministerial Council on energy, established the Australian Energy Market Commission (AEMC) in July 2005 to be the Rule maker for national energy markets. The AEMC is currently responsible for Rules and policy advice covering the National Electricity Market. It is a statutory authority. Our key responsibilities are to consider Rule change proposals, conduct energy market reviews and provide policy advice to the Ministerial Council as requested, or on AEMC initiative.

AEMC Initiated Amendment to the National Electricity Rules

The Australian Energy Market Commission (AEMC or “Commission”) is responsible for the review, amendment, and ongoing maintenance of the National Electricity Rules (the Rules) for the National Electricity Market.

One aspect of the AEMC’s Rule making role is to improve and enhance the quality of the Rules as a whole. The AEMC is therefore regularly reviewing the Rules to promote clarity of meaning, the use of consistent language and to remove identified errors. While the AEMC is not permitted under the National Electricity Law to initiate amendments that deal with matters of policy and substance in the Rules, it can initiate minor and non-material changes.

This proposed Rule - the National Electricity Amendment (Minor Changes) Rule 2007 (the 2007 Minor Changes Rule) - makes editorial amendments which are minor and non-material in nature.

The 2007 Minor Changes Rule addresses several general categories of changes which include:

- Updating terminology that relates to referencing within the Rules;
- Correcting spelling mistakes;
- Correcting typographical errors, and cross referencing errors.

AEMC power to make the proposed Rule under the NEL

Under s 91 of the National Electricity Law (NEL) the AEMC may only make a Rule on its own initiative as follows:

- “(2) Subject to section 35, the AEMC must not make a Rule on its own initiative unless it considers the Rule –
- (a) corrects a minor error in the Rules; or
 - (b) involves a non-material change to the Rules; or
 - (c) is in respect of any matter that is prescribed by the Regulations as a matter on which it may make a Rule on its own initiative.”

The proposed 2007 Minor Changes Rule corrects minor errors and involves non-material change to the National Electricity Rules.

The subject matter of the proposed 2007 Minor Changes Rule relates to the core content of the Rules as a whole.

Expedited process for 2007 Minor Changes Rule

The Commission proposes that the 2007 Minor Changes Rule be consulted and determined under an expedited process with a 4 week consultation period (see s.96 of the NEL). The Commission considers the proposed amendments in the 2007 Minor Changes Rule are non-controversial in nature as they are unlikely to have a significant effect on the national electricity market as required for expedited consultation under s.96 of the NEL.

Scope of review of minor amendments

The proposed 2007 Minor Changes Rule has been prepared after a review by the AEMC of Chapters 1-5 and 6A-8 of the National Electricity Rules. The Commission chose not to review:

- Chapter 6 (Economic Regulation of Distribution Services), which is currently under review by governments;
- The existing Participant Derogations in Chapter 8A or Jurisdictional Derogations in Chapter 9;
- Chapters 10 (Glossary) and 11 (Savings and Transitional Rules).

Statement of the issue with existing Rules

The current National Electricity Rules originally derived from a series of reform projects that saw the old National Electricity Code “consolidated” into the initial National Electricity Rules in July 2005. Since that time, the AEMC has published a series of Amending Rules, which at each point of incorporation into the body of the Rules, involves preparing a fresh “consolidated version” of the Rules. As with all legislative databases, minor errors and drafting issues can occur, and a regular review of the Rules is necessary to minimise such errors.

The AEMC’s review of the Rules has identified a range of minor editorial mistakes and inconsistencies in the National Electricity Rules which should be addressed in the interests of achieving the highest quality regulation for the National Electricity Market.

The proposed Rule has been structured so that categories of changes are grouped together.

Referencing terminology – Schedule 1

Schedule 1 of the proposed 2007 Minor Changes Rule begins a process for updating the naming conventions introduced in rule 1.3. Use of words such as ‘rule’, ‘clause’, ‘paragraph’ and ‘subparagraph’ are amended by the appropriate and consistent terminology.

Schedule 2 includes additional changes which were necessary for the provision to make grammatical sense given the changes in naming.

Removal of unnecessary content – Schedule 3

The AEMC has, in the proposed 2007 Minor Changes Rule, taken a conservative approach to the removal of content from the Rules. This category of changes removes all occurrences of the term ‘deleted’, where they occur at the end of clauses, so as not to interfere with existing consecutive numbering. This is desirable to minimise unnecessary length of the Rules as a whole.

The proposed changes are only those which will not effect subsequent numbering. These changes may be found in Schedule 3.

Consistency in the use of italicisation – Schedule 4

Clause 1.1.2 of the Rules provides that italicised words are defined in the glossary in Chapter 10. The AEMC has identified a series of instances where defined terms are not italicised. Schedule 4 incorporates changes where a term should be italicised.

Miscellaneous matters – Schedule 5

A number of other errors such as spelling mistakes, inconsistent use of spelling, and typographical errors have been identified. Schedule 5 rectifies these errors by amending, deleting and substituting where necessary. Additionally schedule 5 also contains changes which amend identified cross referencing errors.

Contribution to the National Electricity Market Objective

In accordance with clause 8(1)(d) of the National Electricity Regulation, a Rule proposal must provide an explanation of how a proposed Rule would or would be likely to contribute to the achievement of the NEM objective, which provides:

“The national electricity market objective is to promote efficient investment in, and efficient use of, electricity services for the long term interests of consumers of electricity with respect to price, quality, reliability and security of supply of electricity and the reliability, safety and security of the national electricity system.”¹

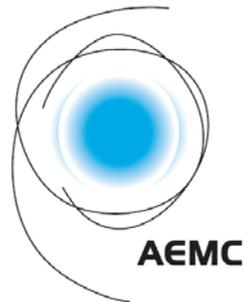
The Commission takes the view that incremental improvements over time to the clarity and consistency of language, referencing and terminology in the Rules (including the correction of minor errors) is part of good regulatory practice for the

¹ *National Electricity (South Australia) Act 1996*, Schedule-National Electricity Law, s. 7.

AEMC as the Rule making body with responsibilities that relate to market development. Ongoing enhancements to the quality of the Rules promotes greater certainty and thus, an environment where efficient investment is facilitated.

The AEMC considers that the proposed 2007 Minor Changes Rule would, if made, improve the clarity and consistency of the National Electricity Rules, and therefore would be likely to promote the NEM objective.

**Attachment 1 – Proposed National Electricity Amendment
(Minor Changes) Rule 2007**



**Proposed National Electricity Amendment (Minor Changes)
Rule 2007**

under the National Electricity Law as applied by:

- (a) the National Electricity (South Australia) Act 1996;
- (b) the Electricity (National Scheme) Act 1997 of the Australian Capital Territory;
- (c) the National Electricity (New South Wales) Act 1997 of New South Wales;
- (d) the Electricity - National Scheme (Queensland) Act 1997 of Queensland;
- (e) the Electricity - National Scheme (Tasmania) Act 1999 of Tasmania;
- (f) the National Electricity (Victoria) Act 2005 of Victoria; and
- (g) the Australian Energy Market Act 2004 of the Commonwealth.

The Australian Energy Market Commission makes the following Rule under the National Electricity Law.

John Tamblyn
Chairman
Australian Energy Market Commission

PROPOSED RULE

Proposed National Electricity Amendment (Minor Changes) Rule 2007

1. Title of Rule

This Rule is the *Proposed National Electricity Amendment (Minor Changes) Rule 2007*.

2. Commencement

This Rule commences operation on [insert date].

3. Amendment of the National Electricity Rules

The National Electricity Rules are amended as set out in Schedule 1, 2, 3, 4 and 5.

PROPOSED RULE

SCHEDULE 1 **Correct naming of ‘rules’ and ‘clauses’**

[1] Clause 1.8.4 **Reference to addressee**

In clause 1.8.4, omit the word “clause” and substitute “rule”.

[2] Rule 1.11 **NEMMCO Rule Funds**

In rule 1.11(b)(1), (c)(1) and (2), omit the word “clause” wherever occurring and substitute “rule”.

[3] Clause 2.1.2 **General**

In clause 2.1.2, omit the word “clauses” and “clause” wherever occurring and substitute “rules” and “rule” respectively.

[4] Clause 2.2.1 **Registration as a Generator**

In clause 2.2.1(b), omit the word “clause” and substitute “rule”.

[5] Clause 2.4.2 **Eligibility**

In clause 2.4.2(a) and (e), omit the word “clause” wherever occurring and substitute “rule”

[6] Rule 2.5A **Trader**

In rule 2.5A(a), omit the word “clause” and substitute “rule”.

[7] Rule 2.5B **Reallocator**

In rule 2.5B(b)(1), omit the words “clause 2.5B(b)(3) and” and insert “2.5B(b)(3)” directly following the word “rules”.

[8] Rule 2.7 **Intention to Commence Activities of Functions**

In rule 2.7(a) and (b), omit the word “clause” wherever occurring and substitute “rule”.

[9] Clause 2.8.1 **Rights and Obligations**

In clause 2.8.1(a) and (b), omit the word “clauses” wherever occurring and substitute “rules”.

[10] Clause 2.11.3 **Budgeted revenue requirements**

In clause 2.11.3(b)(8), omit the word “clause” and substitute “rule”.

[11] Rule 2.12 **Interpretation of References to Various Registered Participants**

In rule 2.12(c), omit the word “clause” and substitute “rule”.

PROPOSED RULE

[12] Clause 3.2.2 Spot Market

In clause 3.2.2(g), omit the word “clause” and substitute “rule”.

[13] Clause 3.2.3 Power system operations

In clause 3.2.3(b), omit the word “clause” wherever occurring and substitute “rule”.

[14] Clause 3.2.4 Ancillary services function

In clause 3.2.4, omit the word “clause” wherever occurring and substitute “rule”.

[15] Clause 3.2.5 Reserves

In clause 3.2.5, omit the word “clause” and substitute “rule”.

[16] Clause 3.2.6 Settlements

In clause 3.2.6, omit the word “clause” and substitute “rule”.

[17] Clause 3.3.6 Changes to credit support

In clause 3.3.6, omit the word “clause” wherever occurring and substitute “rule”.

[18] Clause 3.3.7 Drawings on credit support

In clause 3.3.7, omit the reference to “clause 3.3” wherever occurring and substitute “rule 3.3”.

[19] Clause 3.3.9 Outstandings

In the “Note” to clause 3.3.9, omit the word “clause” and substitute “rule”.

[20] Clause 3.3.19 Consideration of other Market Participant transactions

In clause 3.3.19(a), omit the word “clause” and substitute “rule”.

[21] Clause 3.4.1 Establishment of spot market

In clause 3.4.1(b), omit the word “clause” and substitute “rule”.

[22] Clause 3.6.2 Intra-regional losses

In clause 3.6.2(i), omit the word “clause 5.3” wherever occurring and substitute “rule 5.3”.

[23] Clause 3.6.5 Settlements residue due to network losses and constraints

In clause 3.6.5(a)(2), omit the reference to “clause 3.18” and substitute “rule 3.18”.

PROPOSED RULE

[24] Clause 3.6.5

In clause 3.6.5(a)(4)(i), omit the reference to “clause 3.18” and substitute “rule 3.18”.

[25] Clause 3.6.5

In clause 3.6.5(a)(6), omit the reference to “clause3.18” and “clause 3.15” and substitute “rule 3.18” and “rule 3.15” respectively.

[26] Rule 3.7A Market Information on planned network outages

In rule 3.7A, omit the word “clause” wherever occurring and substitute “rule”.

[27] Clause 3.8.1 Central Dispatch

In clause 3.8.1(d), omit the word “clauses” and substitute “rules”.

[28] Clause 3.8.3 Bid and offer aggregation guidelines

In clause 3.8.3(f), omit the word “clause” and substitute “rule”.

[29] Clause 3.8.17 Self-commitment

In clause 3.8.17(d), omit the word “clause” and substitute “rule”.

[30] Clause 3.8.21 On-line dispatch process

In clause 3.8.21(c), omit the word “clause” and substitute “rule”.

[31] Clause 3.8.24 Scheduling errors

In clause 3.8.24(a), omit the reference to “clause 8.2” and “clause 3.8” wherever occurring and substitute “rule 8.2” and “rule 3.8” respectively.

[32] Clause 3.9.2 Determination of spot prices

In clause 3.9.2(e)(4), omit the reference to “clause 3.14” and substitute “rule 3.14”.

[33] Clause 3.11.1 Introduction

In clause 3.11.1(c), omit the word “clause” and substitute “rule”.

[34] Clause 3.11.3 Acquisition of non-market ancillary services

In clause 3.11.3(a), omit the word “clause” and substitute “rule”.

[35] Clause 3.11.3

In clause 3.11.3(b)(2), omit the reference to “clause 3.11” and substitute “rule 3.11”.

PROPOSED RULE

[36] Clause 3.11.5 Tender process for non-market ancillary services

In clause 3.11.5(i) and (p), omit the reference to “clause 8.2” and substitute “rule 8.2”.

[37] Clause 3.11.7 Performance and testing

In clause 3.11.7(a), omit the reference to “clause 4.15” and substitute “rule 4.15”.

[38] Clause 3.12.1 Reliability Safety Net

In clause 3.12.1(a), omit the reference to “clause 3.12” and substitute “rule 3.12”.

[39] Clause 3.12.8 NEMMCO’s risk management and accounts relating to the reliability safety net

In clause 3.12.8(a), omit the word “clause” and substitute “rule”.

[40] Clause 3.12.8

In clause 3.12.8(b), omit the reference to “clause 1.11” and substitute “rule 1.11”.

[41] Clause 3.13.5A Settlement residue auctions

In clause 3.13.5A(a), omit the word “clause” and substitute “rule”.

[42] Clause 3.13.6 Reserve trading by NEMMCO

In clause 3.13.6(a)(5), omit the word “clause” and substitute “rule”.

[43] Clause 3.13.6A Report by NEMMCO

In clause 3.13.6A(a)(5), omit the word “clause” and substitute “rule”.

[44] Clause 3.14.1 Cumulative Price Threshold and Administered Price Cap

In clause 3.14.1(a), omit the word “clause” and substitute “rule”.

[45] Clause 3.14.2 Application of Administered Price Cap

In clause 3.14.2(b), omit the word “clause” and substitute “rule”.

[46] Clause 3.14.3 Conditions for suspension of the spot market

In clause 3.14.3(b)(3), omit the word “clause” and substitute “rule”.

[47] Clause 3.14.5 Pricing during market suspension

In clause 3.14.5, omit the words “clauses 3.8 and 3.9” wherever occurring” and substitute “rules 3.8 and 3.9”.

PROPOSED RULE

[48] Clause 3.15.1 Settlements managed by NEMMCO

In clause 3.15.1(b), omit the word “clause” and substitute “rule”.

[49] Clause 3.15.9 Reserve settlements

In clause 3.15.9(k), omit the word “clause” and substitute “rule”.

[50] Clause 3.15.12 Settlement amount

In clause 3.15.12(a), omit the reference to “clause 2.11” and substitute “rule 2.11”.

[51] Clause 3.15.18 Disputes

In clause 3.15.18(c)(1) and (2), omit the word “clause” and substitute “rule”.

[52] Clause 3.15.19 Revised Statements and Adjustments

In clause 3.15.19(a), omit the first occurring word “clause” and substitute “rule”.

[53] Clause 3.15.20 Payment of adjustments

In clause 3.15.20(c)(2), omit the word “clause” and substitute “rule”.

[54] Clause 3.15.22 Maximum total payment in respect of a billing period

In clause 3.15.22(a)(2), omit the reference to “clause 3.3” and substitute “rule 3.3”.

[55] Clause 3.16.1 Establishment of Participant compensation fund

In clause 3.16.1(b), omit the word “clause” and substitute “rule”.

[56] Clause 3.16.2 Dispute resolution panel to determine compensation

In clause 3.16.2(h)(3), omit the reference to “clause 3.9” and substitute “rule 3.9”.

[57] Clause 3.18.1 Settlement residue concepts

In clause 3.18.1(c), omit the reference to “clause 3.18” and substitute “rule 3.18”.

[58] Clause 3.18.2 Auctions and eligible persons

In clause 3.18.2(g), omit the words “paragraphs” and substitute “subparagraphs”.

[59] Clause 3.18.4 Proceeds and fees

In clause 3.18.4(b), omit the reference to “clause 3.18” wherever occurring and substitute “rule 3.18”.

PROPOSED RULE

[60] Clause 3.18.4

In clause 3.18.4(e), omit the word “clause” and substitute “rule”.

[61] Clause 3.18.5 Settlement residue committee

In clause 3.18.5(b)(3) and (4), omit the word “clause 3.18” wherever occurring and substitute “rule 3.18”.

[62] Rule 4.2 Definitions and Principles

In the first line of rule 4.2 omit the word “clause” and substitute “rule”.

[63] Clause 4.2.5 Technical envelope

In clause 4.2.5(d)(1), omit the word “clause” and substitute “rule”.

[64] Clause 4.3.2 System security

In clause 4.3.2(f)(2), omit the word “clause” and substitute “rule”.

[65] Clause 4.4.2 Operational frequency control requirements

In clause 4.4.2(a), omit the word “clause” and substitute “rule”.

[66] Clause 4.5.1 Power system voltage control

In clause 4.5.1(f)(1), omit the word “clause” and substitute “rule”.

[67] Clause 4.5.2 Reactive power reserve requirements

In clause 4.5.2(b), omit the word “clause” and substitute “rule”.

[68] Clause 4.8.6 NEMMCO utilisation of reserves under contract

In clause 4.8.6(b), omit the word “clause” and substitute “rule”.

[69] Clause 4.8.9 Power to issue directions and clause 4.8.9 instructions

In clause 4.8.9, omit the reference to “clause 4.8” and “clause 3.12” wherever occurring and substitute “rule 4.8” and “rule 3.12” respectively.

[70] Clause 4.8.10 Disconnection of generating units and market network services

In clause 4.8.10(a), omit the word “clause” and substitute “rule”.

[71] Clause 4.8.15 Review of operating incidents

In clause 4.8.15(a) and (i), omit the reference to “clause 8.8” wherever occurring and substitute “rule 8.8”.

PROPOSED RULE

[72] Clause 4.9.4 Dispatch related limitations on Scheduled Generators

In clause 4.9.4(b)(4), omit the word “clause” and substitute “rule”.

[73] Rule 4.13 Submission of Performance Standards

In rule 4.13(b), omit the word “clause” and substitute “rule”.

[74] Rule 4.14 Acceptance of Performance Standards

In rule 4.14, omit the word “clause” and “clauses” wherever occurring (excluding in subparagraph (h)(3) and paragraph (m) and (n)) and substitute “rule” and “rules” respectively.

[75] Rule 4.14

In rule 4.14(h), omit the reference to “clause 4.13(a)” and to “clause 4.14(d)(1)” and substitute “rule 4.13(a) and “rule 4.14(d)(1)” respectively”.

[76] Rule 4.14

In rule 4.14(i)-(l), omit the words “clause” and “clauses” wherever occurring and substitute “rule” and “rules” respectively.

[77] Rule 4.14

In rule 4.14(m), omit the reference to “clause 4.14(l)” and “clause 8.2” and substitute “rule 4.14(l)” and “rule 8.2” respectively.

[78] Rule 4.14

In rule 4.14(n), omit the reference to “clause 4.14” and substitute “rule 4.14”.

[79] Rule 4.15 Performance Standard Compliance

In rule 4.15(b), omit the reference to “clause 4.14” and “clause 4.15(c)” and substitute “rule 4.14” and “rule 4.15(c)” respectively.

[80] Rule 4.15

In rule 4.15(c), omit the word “clause” and substitute “rule”.

[81] Rule 4.15

In rule 4.15(d), omit the reference to “clause 4.15(b)” and “clause 4.15(f)” and substitute “rule 4.15(b)” and “rule 4.15(f)” respectively.

[82] Rule 4.15

In rule 4.15(e), omit the reference to “clause 4.15(d)” and substitute “rule 4.15(d)”.

PROPOSED RULE

[83] Rule 4.15

In rule 4.15(g)-(l), omit the word “clause” wherever occurring and substitute “rule”.

[84] Rule 4.15

In rule 4.15(m), omit the reference to “clause 4.15(b)” and substitute “rule 4.15(b)”.

[85] Clause 5.2.3 Obligations of network service providers

In clause 5.2.3(d), omit the word “clause” wherever occurring, excluding in subparagraph (10), and substitute “rule”.

[86] Clause 5.2.3

In clause 5.2.3(d)(10), omit the reference to “clause 5.3” and substitute “rule 5.3”.

[87] Clause 5.2.3

In clause 5.2.3(g), omit the word “clause” wherever occurring and substitute “rule”.

[88] Clause 5.2.3

In clause 5.2.3(h3), omit the reference to “clause 5.4” and substitute “rule 5.4”.

[89] Clause 5.2.4 Obligations of customers

In clause 5.2.4(b), omit the word “clause” wherever occurring and substitute “rule”.

[90] Clause 5.3.3 Response to connection enquiry

In clause 5.3.3(c)(4), omit the reference “clauses 6.6 and 6.7” and substitute “rules 6.6 and 6.7”.

[91] Clause 5.6.2 Network Development

In clause 5.6.2(k)(1), omit the reference to “clause 8.2” and substitute “rule 8.2”.

[92] Clause 5.6.6 Applications to establish new large transmission network assets

In clause 5.6.6(a), omit the reference to “clause 5.3” and substitute “rule 5.3”.

[93] Clause 5.7.1 Right of entry and inspection

In clause 5.7.1(d) and (h), omit the reference to “clause 5.7” and substitute “rule 5.7”.

[94] Clause 5.7.3 Tests to demonstrate compliance with connection requirements for generators

In clause 5.7.3(a) and (c), omit the reference to “clause 4.15(b)” and substitute “rule 4.15(b)”.

PROPOSED RULE

[95] Clause 5.7.7 Inter-network power system tests

In clause 5.7.7(w) and (y), omit the reference to “clause 8.2” and substitute “rule 8.2”.

[96] Clause 5.9.6 Obligation to reconnect

In clause 5.9.6(a)(3)(ii), omit the reference to “clause 8.2” and substitute “rule 8.2”.

[97] Schedule 5.3 Conditions for Connection of Customers

In the opening words of schedule 5.3, at subparagraph (e)(1), omit the word “clause” and substitute “rule”.

[98] Clause 6A.1.2 Meaning of terms and conditions of access for transmission services

In clause 6A.1.2(a)(1), omit the reference to “clause 5.4A” and substitute “rule 5.4A”.

[99] Clause 6A.7.1 Reopening of revenue determination for capital expenditure

In clause 6A.7.1(a)(5), omit the reference to “paragraph (a)(4)(ii)” and substitute “clause 6A.7.1(a)(4)(ii)”.

[100] Clause 6A.8.1 Acceptance of a Contingent Project in a revenue determination

In clause 6A.8.1(c), omit the first occurring word “paragraph” and substitute “subparagraph”.

[101] Clause 6A.8.1

In clause 6A.8.1(c)(5)(ii), omit the words “paragraph (b)(2)(iii)” and substitute “clause 6A.8.1(b)(2)(iii)”.

[102] Clause 6A.8.2 Amendment of revenue determination for contingent project

In clause 6A.8.2(b)(3)(vii), omit the reference to “subparagraph (iii)” and substitute “clause 6A.8.2(b)(3)(iii)”.

[103] Clause 6A.8.2

In the first line of clause 6A.8.2(b)(4), omit the reference to “subparagraph (3)(vii)” and substitute “clause 6A.8.2(b)(3)(vii)”.

[104] Clause 6A.8.2

In clause 6A.8.2(b)(4)(i) and (iv), omit the reference to “subparagraph (3)(iii)” and substitute “clause 6A.8.2(b)(3)(iii)”.

PROPOSED RULE

[105] Clause 6A.8.2

In clause 6A.8.2(e)(1)(iv), omit the reference to “subparagraph (i) and (ii) and substitute “clause 6A.8.2(e)(1)(i) and (ii)”

[106] Clause 6A.8.2

In clause 6A.8.2(e)(2), omit the reference to “subparagraph (1)(iv)” and substitute “clause 6A.8.2(e)(1)(iv)”.

[107] Clause 6A.8.2

In clause 6A.8.2(e)(2)(i) and (ii), omit the reference to “subparagraph (1)(i)” and substitute “clause 6A.8.2(e)(1)(i)”.

[108] Clause 6A.8.2

In clause 6A.8.2(e)(2)(iii), omit the reference to “paragraph” and substitute “subparagraph”.

[109] Clause 6A.8.2

In clause 6A.8.2(f), omit the first occurring word “paragraph” and substitute “subparagraph”.

[110] Clause 6A.8.2

In clause 6A.8.2(f), omit the words “paragraphs (b)(3)(ii) – (vii)” and substitute “clauses 6A.8.2(b)(3)(ii) – (vii)”.

[111] Clause 6A.8.2

In clause 6A.8.2(h)(1) and (2), omit the words “paragraph (e)(1)(i)” and substitute “clause 6A.8.2(e)(1)(i)”.

[112] Clause 6A.9.1 Principles relating to access to negotiated transmission services

In clause 6A.9.1(8), omit the reference to “clauses 5.4A(h) to (j)” and substitute “rules 5.4A(h) to (j)”.

[113] Clause 6A.30.5 Determination of transmission services access disputes

In the “Note” to clause 6A.30.5(b), omit the reference to “paragraph (b)(2)” and substitute “subparagraph (2)”.

[114] Schedule 6A.2.1 Establishment of opening regulatory asset base for a regulatory control period

In clause S6A.2.1(e)(2), omit the reference to “subparagraph (ii)(B)” and substitute “clause S6A.2.1(e)(2)(ii)(B)”.

PROPOSED RULE

[115]Schedule 6A.2.1

In clause S6A.2.1(e)(2)(ii)(B), omit the reference to “subparagraph (A)” and substitute “clause S6A.2.1(e)(2)(ii)(A)”.

[116]Schedule 6A.2.3 Removal of assets from regulatory asset base

In clause S6A.2.3(a)(3), omit the reference to “subparagraph (ii)” and substitute “clause S6A.2.3(a)(3)(ii)”.

[117]Clause 7.2.5 Role of the responsible person

In clause 7.2.5(d)(5), omit the word “clause”.

[118]Clause 7.2A.3 Method of making and changing B2B Procedures

In clause 7.2A.3(e), (g) and (h), omit the words “clause” and substitute “rule”.

[119]Clause 7.2A.3

In clause 7.2A.3(i), omit the reference to “clause 8.9(k)” and substitute “rule 8.9(k)”.

[120]Clause 7.3.5 Data collection system

In clause 7.3.5(b), omit the reference to “clause 7.9” and substitute “rule 7.9”.

[121]Rule 7.7 Rights of Access to Data

In rule 7.7(c) – (e), omit the words “clause” wherever occurring and substitute “rule”.

[122]Clause 7.8.2 Security controls

In clause 7.8.2(f), omit the reference to “clause 7.12(aa)” and substitute “rule 7.12(aa)”.

[123]Clause 7.9.1 Metering databases

In clause 7.9.1(e), omit the reference to “clause 7.7” and substitute “rule 7.7”.

[124]Clause 7.9.5 Errors found in metering tests, inspections or audits

In clause 7.9.5(a), omit the reference to “clause 7.6” and substitute “rule 7.6”.

[125]Rule 7.13 Evolving Technologies and Processes and Development of the Market

In rule 7.13(b), omit the reference to “clause 7.13(a)” and substitute “rule 7.13(a)”.

PROPOSED RULE

[126]Clause 7.14.2 Jurisdictional metrology material in metrology procedure

In clause 7.14.2(f), omit the reference to “clause 8.9(k)” and substitute “rule 8.9(k)”.

[127]Clause S7.5.1 General

In clause S7.5.1(c), omit the reference to “clause 7.7” and substitute “rule 7.7”.

[128]Clause 8.2.1 Application and guiding principles

In clause 8.2.1, omit the words “clause 8.2” wherever occurring and substitute “rule 8.2”.

[129]Clause 8.2.4 Stage 1 – dispute resolution through Registered Participants’ DMS

In clause 8.2.4(k)(3), omit the reference to “clause 8.2” and substitute “rule 8.2”.

[130]Clause 8.2.10 Recording and publication

In clause 8.2.10(c), omit the reference to “clause 8.2” and substitute “rule 8.2”.

[131]Clause 8.2.12 Limitation of Liability

In clause 8.2.12(a)(4), omit the reference to “clause 8.2” and substitute “rule 8.2”.

[132]Rule 8.2A B2B Determination Disputes

In rule 8.2A, omit the words “clause 8.2” wherever occurring (including in headings) and substitute “rule 8.2”.

[133]Rule 8.6 Confidentiality

In rule 8.6, omit the word “clause 8.6” wherever occurring and substitute “rule 8.6”.

[134]Clause 8.7.1 Monitoring

In clause 8.7.1(c), omit the reference to “clause 8.7” and “clause 8.6” and substitute “rule 8.7” and “rule 8.6” respectively.

[135]Clause 8.7.2 Reporting requirements and monitoring standards for Registered Participants and NEMMCO

In clause 8.7.2(e), omit the reference to “clause 8.7” and substitute “rule 8.7”.

[136]Clause 8.7.6 Recovery of reporting costs

In clause 8.7.6(a), omit the reference to “clause 2.12” and substitute “rule 2.12”.

PROPOSED RULE

[137]Clause 8.8.3 Reliability review process

In clause 8.8.3(k), omit the reference to “clause 8.6” and substitute “rule 8.6”.

[138]Rule 8.9 Rules Consultation Procedures

In rule 8.9, omit the words “clause” wherever occurring and substitute “rule”.

[139]Clause 8.10.1 Establishment of the Advocacy Panel

In clause 8.10.1, omit the reference to “clause 8.10” and substitute “rule 8.10”.

[140]Clause 8.10.5 Funding of the Advocacy Panel

In clause 8.10.5(a), omit the reference to “clause 8.10” and substitute “rule 8.10”.

PROPOSED RULE

SCHEDULE 2 **Correct naming of ‘rules’ and ‘clauses’ and additional matters**

[1] Rule 2.5A **Trader**

In clause 2.5A(b)(1), omit the words “clauses 2.9, 2.10, 2.11, 3.13.5A, 3.18, 8.2 and 8.9 and clause 2.5A(b)(3)” and substitute “rules 2.9, 2.10, 2.11, 3.18, 8.2, 8.9 and 2.5A(b)(3), and clause 3.13.5A”

[2] Rule 2.5A

In rule 2.5A(b)(2), omit the words “clauses 3.3.1 and clause 3.15” and substitute “clause 3.3.1 and rule 3.15”

[3] Clause 3.6.5 **Settlements residue due to network losses and constraints**

In clause 3.6.5(b), omit the words “clauses 3.3.1 and 3.15” and substitute “clause 3.3.1 and rule 3.15”.

[4] Clause 3.9.5 **Application of VoLL**

In clause 3.9.5(b), omit the words “clauses 3.8, 3.9.2 and 3.9.3” and substitute “rule 3.8, and clauses 3.9.2 and 3.9.3”.

[5] Clause 3.9.6A **Application of the Market Floor Price**

In clause 3.9.6A(b), omit the words “clauses 3.8, 3.9.2 and 3.9.3” and substitute “rule 3.8, and clauses 3.9.2 and 3.9.3”.

[6] Clause 3.14.5 **Pricing during market suspension**

In clause 3.14.5(j)(2), omit the words “clauses 3.8, 3.9, 3.14.5(e) or 3.14.5(h)” and substitute “rules 3.8, 3.9, clause 3.14.5(e) or clause 3.14.5(h)”.

PROPOSED RULE

SCHEDULE 3

Deleted Clauses

[1] Clause 1.7.2 [Deleted]

Omit clause 1.7.2 in its entirety.

[2] Rule 1.12 [Deleted]

Omit rule 1.12 in its entirety.

[3] Rule 1.13 [Deleted]

Omit rule 1.13 in its entirety.

[4] Clause 2.3.2 First-Tier Customer

Omit clause 2.3.2(d) in its entirety.

[5] Clause 2.3.3 Second-Tier Customer

Omit clause 2.3.3(e) in its entirety.

[6] Clause 2.4.1 Registration as a category of Market Participant

Omit clause 2.4.1(d) and 2.4.1(e) in their entirety.

[7] Clause 2.5.1 Registration as a Network Service Provider

Omit clause 2.5.1(h) in its entirety.

[8] Clause 2.8.2 [Deleted]

Omit clause 2.8.2 in its entirety.

[9] Clause 3.2.7 [Deleted]

Omit clause 3.2.7 in its entirety.

[10] Clause 3.6.3 Distribution losses

Omit clause 3.6.3(a1) in its entirety.

[11] Clause 3.6.2B [Deleted]

Omit clause 3.6.2B in its entirety.

[12] Clause 3.6.5 Settlements residue due to network losses and constraints

Omit clause 3.6.5(d) in its entirety.

PROPOSED RULE

[13] Clause 3.7.3 Short term PASA

Omit clause 3.7.3(k) in its entirety.

[14] Clause 3.8.7B [Deleted]

Omit clause 3.8.7B in its entirety.

[15] Clause 3.8.11 Ancillary services constraints

Omit clause 3.8.11(c) in its entirety.

[16] Clause 3.9.1 Principles applicable to spot price determination

Omit clause 3.9.1(a)(8) in its entirety.

[17] Clause 3.9.3 Pricing in the event of intervention by NEMMCO

Omit clause 3.9.3(c) in its entirety.

[18] Clause 3.11.8 [Deleted]

Omit clause 3.11.8 in its entirety.

[19] Clause 3.12A.9 Review by AEMC

Omit clause 3.12A.9(c) in its entirety.

[20] Clause 3.13.6B [Deleted]

Omit clause 3.13.6B in its entirety.

[21] Clause 3.13.10 Market auditor

Omit clause 3.13.10(f) and (g) in their entirety.

[22] Rule 3.14A [Deleted]

Omit rule 3.14A in its entirety.

[23] Clause 3.14.2 Application of Administered Price Cap

Omit clauses 3.14.2(f), (g), (h) and (i) in their entirety.

[24] Clause 3.14.6 Compensation due to the application of an administered price, VoLL or market floor price

Omit clause 3.14.6(f) in its entirety.

[25] Clause 3.15.8 Funding of Compensation for directions

Omit clause 3.15.8(b3) and (h) in their entirety.

PROPOSED RULE

[26] Clause 3.18.3 Auction rules

Omit clause 3.18.3(g) in its entirety.

[27] Schedule 3.4 *[Deleted]*.

Omit Schedule 3.4 in its entirety.

[28] Schedule 3.5 *[Deleted]*

Omit Schedule 3.5 in its entirety.

[29] Clause 4.1.2 *[Deleted]*

Omit clause 4.1.2 in its entirety.

[30] Clause 4.3.2 System security

Omit clause 4.3.2(m) and (n) in their entirety.

[31] Clause 4.8.9 Power to issue directions and clause 4.8.9 instructions

Omit clause 4.8.9(b1) and (m) in their entirety.

[32] Clause 4.9.3 Instructions to Registered Participants

Omit clauses 4.9.3(e) in its entirety.

[33] Clause 4.9.3B Compliance with dispatch instructions

Omit clause 4.9.3B(b) in its entirety.

[34] Clause 5.2.3 Obligations of network service providers

Omit clauses 5.2.3(a1) and (a2) in their entirety.

[35] Rule 5.5A *[Deleted]*

Omit rule 5.5A in its entirety.

[36] Clause 5.6.2 Network Development

Omit clause 5.6.2(a2) in its entirety.

[37] Clause 5.6.6C Review of clause 5.6

Omit clause 5.6.6C and its heading in their entirety.

[38] Clause S5.1.14 *[Deleted]*

Omit clause S5.1.14 in its entirety.

PROPOSED RULE

[39] Clause 7.2.1A [Deleted]

Omit clause 7.2.1A in its entirety.

[40] Clause 7.8.1 Security of metering equipment

Omit clause 7.8.1(c) in its entirety.

[41] Clause 7.8.2 Security controls

Omit clause 7.8.2(g) in its entirety.

[42] Rule 7.12 Meter Time

Omit rule 7.12(c) in its entirety.

[43] Clause 8.2.13 [Deleted]

Omit clause 8.2.13 in its entirety.

[44] Clause 8.2.14 [Deleted]

Omit clause 8.2.14 in its entirety.

[45] Clause 8.8.1 Purpose of Reliability Panel

Omit clauses 8.8.1(d) and (e) in their entirety.

[46] Clause 8.8.3 Reliability review process

Omit clause 8.8.3(m) in its entirety.

[47] Clause 8.8.4 [Deleted]

Omit clause 8.8.4 in its entirety.

PROPOSED RULE

SCHEDULE 4

Italicisation

[1] Clause 3.3.7 Drawings on credit support

In clause 3.3.7(b), italicise the last occurring word “NEMMCO”.

[2] Clause 3.3.13 Response to Call Notices

In clause 3.3.13(a)(4), italicise the second occurring word “NEMMCO”.

[3] Clause 3.6.3 Distribution losses

In clause 3.6.3(d) and (f), italicise the words “distribution network”.

[4] Clause 3.13.7 Monitoring of significant variation between forecast and actual prices by AER

In clause 3.13.7(a), italicise the word “published”.

[5] Clause 3.13.7

In clause 3.13.7(b), italicise the words “publish” and “published”.

[6] Clause 3.13.7

In clause 3.13.7(e), italicise the word “publish”.

[7] Clause 3.14.1 Cumulative Price Threshold and Administered Price Cap

In clause 3.14.1(c), italicise the word “cumulative price threshold”.

[8] Clause 4.3.2 System security

In clause 4.3.2(f), italicise the first occurring word “NEMMCO”.

[9] Clause 4.16.3 Notification and acceptance of performance standards

In clause 4.16.3(d)(3)(i), italicise the word “Generator”.

[10] Clause 4.16.4 Actual capability

In clause 4.16.4(a)(2)(ii), italicise the word “AER”.

[11] Clause 4.16.4

In clause 4.16.4(b), italicise the word “Rules”.

[12] Clause 4.17.1 Performance standards committee and appointment of performance standards experts

In clause 4.17.1(i), italicise the second occurring word “AER”.

PROPOSED RULE

[13] Clause 5.6.3 Inter-regional planning committee

In clause 5.6.3(n), italicise “AEMC”.

[14] Clause 5.6.5A Regulatory Test

In clause 5.6.5A(g), italicise “AER”

[15] Clause 5.6.6 Applications to establish new large transmission network assets

In clause 5.6.6(k)(1), italicise “AER”.

[16] Clause 5.6.6

In clause 5.6.6(k)(2), italicise “NEMMCO’s”.

[17] Clause 5.9.3 Involuntary disconnection

In clause 5.9.3(b), italicise “AER”.

[18] Clause 6A.6.3 Depreciation

In clause 6A.6.3(a)(2)(ii), italicise “AER”.

[19] Clause 6A.19.3 Cost Allocation Guidelines

In clause 6A.19.3(e), italicise the word “publish”.

[20] Clause 8.2.4 Stage 1 – dispute resolution through Registered Participants’ DMS

In clause 8.2.4(c)(1), italicise the word “published”.

[21] Clause 8.7.1 Monitoring

In clause 8.7.1(b), italicise “AER”.

PROPOSED RULE

SCHEDULE 5 **Spelling, Typographical, and Cross Referencing Errors**

[1] Clause 2.2.6 **Ancillary services generating unit**

In clause 2.2.6(h), omit the word “though” and substitute “through”.

[2] Clause 3.9.2 **Determination of spot prices**

In clause 3.9.2(e)(4), omit the reference to “3.14.2(c)(1)” and substitute “3.14.2(d1)”.

[3] Clause 3.9.2B **Pricing where NEMMCO determines a manifestly incorrect input**

In clause 3.9.2B(l), close up the space between ‘3.9.2B’ and ‘(k)’.

[4] Clause 3.13.4 **Spot market**

In clause 3.13.4(f)(5A)(ii), omit the reference to “3.13(4)(f)(2)” and substitute “3.13.4(f)(2)”.

[5] Clause 3.14.1 **Cumulative Price Threshold and Administered Price Cap**

In clause 3.14.1(b), omit the words ‘*administered price floor*’ and substitute ‘*administered floor price*’.

[6] Clause 3.14.1

In clause 3.14.1(c), directly after the value “\$150,000” but before the full stop, insert a forward slash directly followed by “MWh” so that the line reads as follows: “The *cumulative price threshold* is \$150,000/MWh.”

[7] Clause 3.14.2 **Application of Administered Price Cap**

In clause 3.14.2, omit the words “*administered price floor*” wherever occurring and substitute “*administered floor price*”.

[8] Clause 3.14.6 **Compensation due to the application of an administered price, VoLL or market floor price**

In clause 3.14.6, omit the words “*administered price floor*” wherever occurring and substitute “*administered floor price*”.

[9] Clause 3.15.12 **Settlement amount**

In clause 3.12.12(b), omit the single inverted comma directly following the word “relevant data” and substitute with double inverted commas.

[10] Clause 4.9.6 **Commitment of scheduled generating units**

In clause 4.9.6(a), insert a colon directly following the word “self-commitment”.

PROPOSED RULE

[11] Clause 4.9.6

In clause 4.9.6(b), insert a colon directly following the word “service”.

[12] Rule 4.7 Power System Stability Co-Ordination

In the heading of rule 4.7, replace the capital letter “O” in “Ordination” with a lower case letter “o”.

[13] Rule 4.14 Acceptance of Performance Standards

In rule 4.14(f), insert the word “with” directly following the second occurrence of the word “accordance”.

[14] Clause 5.2.3 Obligations of network service providers

In clause 5.2.3(h3), omit the reference to “5.6.6(b)(1), (2) and (4)” and substitute “5.6.6(c)(1), (2) and (4)”.

[15] Clause 5.3.3 Response to connection enquiry

In clause 5.3.3(c)(5), omit the word “lodgment” and substitute “lodgement”.

[16] Clause 5.6.1 Forecasts for connection points to transmission network

In clause 5.6.1(a), omit the apostrophe directly following the words “*business days*”.

[17] Clause 5.6.3 Inter-regional planning committee

In clause 5.6.3(m), omit the reference to “5.6.6(b)” and substitute “5.6.6(c)”.

[18] Clause 5.7.1 Right of entry and inspection

In clause 5.7.1(b), omit the apostrophe directly following the words “*business days*”.

[19] Clause S5.1.9 Protection systems and fault clearance times

In clause S5.1.9(b), omit the word “this”.

[20] Clause S5.2.5.13 Voltage and reactive power control

In clause S5.2.5.13(d)(4)(iii), insert a hyphen in the word “coordination” so that it is spelt “co-ordination”.

[21] Clause S5.3a.3 Technical matters to be co-ordinated

In clause S5.3a.3(d) and (e), omit the reference “5.3a.4” wherever occurring and substitute “S5.3a.4”.

PROPOSED RULE

[22] Clause 6A.7.1 Reopening of revenue determination for capital expenditure

In the last line of clause 6A.7.1(a)(4)(ii), insert a space directly following the first occurring word “and”.

[23] Clause 6A.9.1 Principles relating to access to negotiated transmission services

In clause 6A.9.1(7), omit the second occurring semi-colon.

[24] Clause 6A.11.3 Resubmission of proposal, framework, pricing methodology or information

In the first paragraph of clause 6A.11.3(a), insert the word “that” directly following “provide”.

[25] Clause 6A.12.3 Submission of revised proposal, framework or pricing methodology

In the first paragraph of clause 6A.12.3(f), insert the word “that” directly following “provide”.

[26] Clause 6A.13.2 Refusal to approve amounts, values, framework or pricing methodology

In clause 6A.13.2(c), renumber the second occurring subparagraph (1) as subparagraph (2).

[27] Rule 6A.16 Miscellaneous

In rule 6A.16(c), omit the reference to “6A.11.3(a)(5)” and substitute “6A.11.3(a)(6)”.

[28] Clause 6A.18.1 Introduction

In clause 6A.18.1(a)(1), directly following the second occurring reference to “6A.17”, delete the semi colon and word “and” and substitute a comma.

[29] Clause 6A.24.3 Basis for setting prices pending approval of pricing methodology

In clause 6A.24.3(b)(1), omit the word “or”.

[30] Clause 6A.25.2 Contents of pricing methodology guidelines

In clause 6A.25.2(d), insert the word “and” directly following the semi-colon.

[31] Clause 6A.25.2

In clause 6A.25.2(e), omit the semi-colon and the word “and” and substitute a full stop.

PROPOSED RULE

[32] Clause 6A.29.1 Multiple Transmission Network Service Providers within a region

In clause 6A.29.1(d), omit the reference to “6A.24.1(c)(1)” and substitute “6A.24.1(b)(1)”.

[33] Clause 8.7.2 Reporting requirements and monitoring standards for Registered Participants and NEMMCO

In clause 8.7.2(a)(1), close up the space between the last word “*Rules*” and the semi-colon which follows it.

[34] Clause 8.10.5 Funding of the Advocacy Panel

In clause 8.10.5(i), omit the reference to “8.10.5(g)” and substitute “8.10.5(h)”.
