

Victorian Energy Networks Corporation

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Submission: submissions@aemc.gov.au

26 June 2006

Dear John

TECHNICAL STANDARDS FOR WIND GENERATION - RULE CHANGES PROPOSED BY NEMMCO

VENCorp welcomes the opportunity to comment on changes to the National Electricity Rules (the Rules) proposed by NEMMCO, and notes that these proposed changes address many of the current shortcomings in the Rules.

VENCorp has reviewed the proposed changes and while it supports many of them, it does have concerns over some of the proposed changes and has provided specific comments in the attachment to this letter.

During our review process it has become apparent to us that the Rule changes proposed by NEMMCO are more extensive than would be required to adequately address technical performance requirements applicable to wind farms, and significantly affect the responsibilities of NSPs and other participants in the NEM. Therefore it would seem appropriate that all participants should be given a greater opportunity to review and comment on these proposals. VENCorp suggests that a new Working Group be established, comprising representatives from all classes of NEM participants, to conduct a wider review of the Rules and consider changes to clarify a number of Rule obligations and standards.

Further, VENCorp is taking this opportunity to propose the removal of other significant deficiencies in the Rules by offering amendments to NEMMCO's proposal and additional Rule changes that we consider beneficial and which will provide greater certainty to participants.

Our comments cover five broad categories, as outlined below, with more details and suggested amendments addressing these issues in the attachment:

• A number of the proposed Rule changes would see NEMMCO taking on additional responsibility in the approval of quality of supply performance standards. This is considered neither appropriate nor necessary, as the existing Rules appropriately place this responsibility with NSPs. NEMMCo's primary role is to operate the market and manage system security, not manage quality of supply matters, which is clearly an NSP responsibility. NEMMCOs involvement in quality of supply matters would make accountability uncertain and lead to increased delays in the connection application process.

- Some of the proposed changes would allow NEMMCO unrestricted access to connection agreements. VENCorp accepts that certain technical information should be provided to NEMMCO, such as agreed performance standards and compliance regimes. VENCorp does not, however, support NEMMCO having full access to these documents, as they contain confidential commercial arrangements between NSPs and Network Users.
- VENCorp believes that any proposed Rule changes should also recognise that a number of
 existing performance standards, particularly those standards for older generating plant, are
 below the minimum access standards. These plant standards were not registered with
 NEMMCO in the time frame contemplated by sections 4.13 and 4.14 of the existing Rules.
 It is suggested that Rule changes need to be included to allow these older generators to
 finalise their registrations (possibly in a limited time frame). We understand that this issue
 is currently being addressed by the AEMC in consultation with the AER, NEMMCO, the
 NGF and others.
- It is considered that neither the existing Rules, nor the proposed changes, have at this
 stage appropriately captured performance standards for quality of supply in relation to
 generators (refer S5.2.5.2). The main issue is that well designed synchronous generators
 should not contribute significantly to quality of supply distortion, therefore it is inappropriate
 to allocate quality of supply contributions to generators in the same way they are allocated
 to customer loads, as contemplated by the proposed changes. An approach to this issue is
 suggested in the attachment.
- Some of the previous Rule changes relating to technical performance standards for excitation systems (refer Rule 5.2.5.13) were implemented primarily to make these requirements non-technology specific. Recognising that these systems are becoming more common, VENCorp is concerned that this will potentially lead to inferior performance being specified for new static self-excitation systems and strongly recommends that this decision be revisited.

If you have any further queries regarding this matter, please do not hesitate to contact Mr Graeme Cook, General Manager - Development, **2** (03) 8664 6612.

Yours sincerely

Matt Zema

Chief Executive Officer

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Att.

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
2.9.2(d)	(d) Provided those terms and conditions are reasonably related to ensuring power system security, reliability of supply or the quality of network service to other Network Users, or are consistent with the market objective, NEMMCO may impose such terms and conditions on any registration as NEMMCO sees appropriate.	In the context of new generation, it is conceivable that NEMMCO might need to register Generators on a conditional basis. This is because NEMMCO's overriding responsibility is to ensure power system security, so it is appropriate that NEMMCO has the power to apply conditions to registration that ensure that that objective can be met. It is also appropriate to give NEMMCO the power to apply conditions to registration that ensure reliability of supply and the quality of network service since these are necessary to ensure that the interests of Network Users are protected. Rather than include a provision that specifically applies to Generators (thereby creating an implication that NEMMCO cannot impose conditions on the registration of other applicants, it is appropriate that a generic power to impose conditions (albeit a conditional power) be inserted.	The proposed draft clause 2.9.2(d) would give NEMMCO unrestrained power with regard to registration. Under this clause it is not appropriate that NEMMCO should have the ability to impose terms and conditions on registration of performance standards relating to quality of supply issues (which is a TNSP responsibility), and quality of supply performance standard issues should therefore be specifically excluded under this clause. In addition, it is suggested that the following words should be added at the end of the clause to ensure that NEMMCO is reasonable, namely ", provided that such terms and conditions are consistent with the Rules."
3.13.3(k1)	(k1) NEMMCO may, in its absolute discretion, provide information of the type described in clause 3.13.3(k) to persons who request it for the purpose of undertaking research or providing advice to Registered Participants or potential investors in the power system.	This clause has been added to enable NEMMCO to pass on standard system snapshots to power system consultants who have a need for the data.	It is suggested that the proposed clause 3.13.3(k1) should be extended to also require NEMMCO to provide the relevant TNSP (who has provided network data to the applicable party) with a copy of such data, as the TNSP is also likely to be negotiating with the same party.

Affected clause	Clause with NEMMCO proposed amendments		NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
5.2.2(c) & (d)	Delete			There is no need for clause 5.2.2(c). Its effect is unclear and it is confusing. Chapter 5 no longer contains mandatory technical requirements that could conflict with the connection agreement. There is no need for clause 5.2.2(d). Its operation is unclear given the obligations set out in clauses 5.2.3 (Obligations of Network Service Providers), 5.2.4 (Obligations of Customers) and 5.2.5 (Obligations of Generators).	NEMMCO's proposed deletion of clause 5.2.2(c) is not considered reasonable, as they have no direct involvement in connection agreements. Retention of this clause will assist in preserving the obligations contained in connection agreements.
5.3.4A(a)	(a)	A negot (1) (2) (3) (4)	be no less onerous than the corresponding minimum access standard specified by the Network Service Provider in accordance with clause 5.3.3(b1)(2); be set at a level that will not adversely affect power system security; and be set at a level that will not adversely affect the quality of supply for other Network Users: in respect of generating plant, be set at a level that will not adversely affect reliability of supply; and in respect of generating plant, meet the requirements applicable to a negotiated access standard in clauses \$55.2.5, \$5.2.6, \$5.2.8 and \$55.2.9.	Clause 5.3.4A must reference reliability of supply as this concept is also central to the proper operation of the market. Some of the technical requirements impact reliability of supply as well as power system security (notably \$5.2.5.9 and \$5.2.5.12): a change to the technical envelope is treated as an impact on security in the planning framework, but in operational timeframes may be managed by actions that impact reliability to maintain security. Bases for negotiation have been added to the technical requirements in \$5.2.5. These do not form part of the automatic or minimum standards but explain how they are to be applied. The additional wording in 5.3.4A(a)(5) is required to ensure that these bases for negotiation are applied.	It is considered that the proposed clause 5.3.4A(a) should be expanded to allow negotiation of access standards below the minimum access standard for generating plant that was in service prior to 1998 (thereby recognising that not all negotiations on such lower performance standards were completed by December 2004 as contemplated by the existing Rules). It is therefore recommended that a new item 6 should be included in this clause along the lines "for generating plant that was in service prior to 1998 a negotiated standard below the minimum access standard may be agreed, provided it is consistent with the design performance for such generating plant, and documented as agreed performance standards in the relevant Connection Agreement."

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
5.3.4A(b)	(b) A Network Service Provider must, following the receipt of a proposed negotiated access standard in accordance with under clause 5.3.4A(e) or 5.3.4A(f) ₇ : (1) consult NEMMCO on all matters allocated to NEMMCO under clause 5.3.3(b1)(4) and must related to the proposed negotiated access standard for which NEMMCO must be involved in the negotiation; and (2) accept NEMMCO's advice in respect of those matters in determining its response to each proposed negotiated access standard and any applicable terms or conditions of acceptance to be applied to each proposed negotiated access standard.		The proposed clause 5.3.4A(b)(1) fails to recognise that NEMMCO is not involved in the negotiation of performance standards (this is an NSP's responsibility). NEMMCO is only involved in the acceptance of performance standards. This distinction needs to be made in the drafting of this clause. In item 5.3.4A(b)(2) it is not considered reasonable that an NSP should be obliged to accept NEMMCO's advice in respect of quality of supply performance standards (as these are an NSP's responsibility, not NEMMCO's), and therefore these standards should be excluded from the obligation in this clause. In addition it is suggested that item 5.3.4A(b)(2) should be amended to read "accept NEMMCO's reasonable advice in respect of those matters"
5.3.4A(d)	(d) A Network Service Provider must, within 30 business days following the receipt of a proposed negotiated access standard in accordance with clause 5.3.4(e) or 5.3.4A(f)(3) accept or reject the proposed negotiated access standard. The Network Service Provider must reject the proposed negotiated access standard if connection, or alteration of the generating	This clause has been re-written to clarify the basis for rejection of proposed access standards. In paragraph (2), a reference to reliability of supply (limited to generating plant) has been added. Previously, NEMMCO could reject an application on the basis of security and the Network Service Provider on the basis of quality of supply but neither had a specific power to reject it on the basis of impact on reliability.	The proposed clause 5.3.4A(d)(4) should also exclude "grandfathered" performance standards, which are below the minimum access standard, where such performance standards are still being negotiated.

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	plant (as the case may be), at the negotiated access standard proposed by the Connection Applicant would: (1) accept the proposed negotiated access standard in NEMMCO's reasonable opinion, adversely affect power system security; or (2) reject the proposed negotiated access standard if connection at the negotiated access standard proposed by the Connection Applicant would:in respect of the connection of generating plant, in NEMMCO's reasonable opinion adversely affect reliability of supply, or (i) in NEMMCO's reasonable opinion, adversely affect power system security; or (ii) in the Network Service Provider's reasonable opinion, adversely affect quality of supply for other Network Users; or (iii) in the opinion of NEMMCO (in respect of a matter allocated to NEMMCO under clause 5.3.3(b1)(4)) or in the opinion of the Network Service Provider (in respect of a matter not allocated to NEMMCO under clause 5.3.3(b1)(4)), not meet the requirements of	There is a grey area between security and reliability impacts. In the operational sense of security something that affects the operating envelope can often be managed by reductions in transfers on interconnectors or other major transmission network elements, which means that a security impact is translated to a reliability impact. See also comments under clause 5.3.4A(a).	

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	clause 5.3.4A(a). (3) in the Network Service Provider's reasonable opinion, adversely affect quality of supply for other Network Users; or (4) in the opinion of NEMMCO or the Network Service Provider, in respect of a matter allocated to NEMMCO or the Network Service Provider, respectively, be lower than the		
	corresponding minimum access standard; or (5) in respect of the connection of generating plant, in NEMMCO's reasonable opinion, not satisfy clause 5.3.4A(a)(5).		
5.3.6(e)	Delete	This clause is a legacy of the Code prior to the introduction of negotiated access standards. The concept of variations is now specifically dealt with under the negotiation of access standards between minimum and automatic levels.	NEMMCO's recommended deletion of clause 5.3.6(e) does not appear reasonable, as an NSP may, under exceptional circumstances ,need to negotiate terms and conditions that vary from the Rules, and will need to rely on this clause for relief. For example, a new customer may want to connect to a remote part of a transmission network where historically the quality of supply requirements of Schedule 5.1 have not been met, and cannot easily be met in future without excessive expenditure.

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
5.3.7 (a1)- (a3)	(a1) The proposed connection agreement must include proposed performance standards with respect to each of the technical requirements identified in schedules 5.2, 5.3 and 5.3a and each proposed performance standard must have been established in accordance with the relevant technical requirement. (a2) The proposed performance standards must be based on the automatic access standard or, if the procedures in clause 5.3.4A have been followed, the negotiated access standard.		The drafted clause 5.3.7(a3) needs to be amended to recognise that NEMMCO does not need to "accept" performance standards relating to quality of supply, as this is a NSP responsibility. It only needs to receive them for registration purposes.
	(a3) The Network Service Provider and the Connection Applicant must not enter into the proposed connection agreement until NEMMCO has accepted the proposed performance standard.		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
5.3.7A	5.3.7A Submission of Performance Standards (a) The Network Service Provider and the Connection Applicant must jointly advise NEMMCO when a proposed connection agreement has been negotiated between them and submit to NEMMCO the proposed performance standards for assessment by NEMMCO. (b) The Network Service Provider must forward to NEMMCO a copy of the proposed connection agreement and relevant technical details of the proposed plant and connection, including, as applicable: (1) details of all proposed performance standards that form part of the terms and conditions of the proposed connection agreement; and (2) in relation to generating plant, the arrangements for updating the	Throughout Chapter 5 the term 'access standard' has been adopted to refer to the automatic or negotiated standards that are recorded in the connection agreement. The standards in the connection agreement are proposed performance standards until they are accepted by NEMMCO and recorded on the register.	In the proposed 5.3.7A(b), it is not considered appropriate (or necessary) that a TNSP should be obliged to submit to NEMMCO a complete copy of the "connection agreement and relevant technical details". The connection agreement will also include commercial arrangements (which are generally confidential) between the parties, and which NEMMCO does not need to know. It is recommended that the wording be modified so that the TNSP is only obliged to submit to NEMMCO technical information relating to performance standards and associated compliance.
::ODMA\PC	information required in accordance with clause S5.2.4(b). (c) Following receipt of the information referred to in clauses 5.3.7A(b) and S5.2.4 (if applicable) NEMMCO must assess whether, in its reasonable opinion, each proposed performance standard: (1) satisfies the technical requirements set out in schedules 5.1, 5.2, 5.3 and 5.3a subject to any derogation applicable to the plant to which the proposed performance standards apply; (2) is drafted to enable, in NEMMCO's POCSIVEN_DOCSIGNED Application, a compliance program to be instituted and maintained in respect of the performance standard under clause 5.12(c); and		Page 7 of 54

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
5.3.7A	(d) NEMMCO, or in respect of a matter concerning the quality of supply to Network Users. NEMMCO in consultation with the relevant Network Service Provider, must, when assessing the proposed performance standard for a particular requirement based on any provision of schedules 5.1, 5.2, 5.3 and 5.3a, require a Connection Applicant to meet or exceed the minimum access standard but must not require the Connection Applicant to exceed the relevant automatic access standard for that requirement. (e) A Generator must forward to NEMMCO prior to registration relevant metering installation details of the proposed plant and connection, including: (1) the proposed metering installation; (2) arrangements for the Metering Provider to obtain physical access to the metering installation. (f) NEMMCO must, within 20 business days of the receipt of the information referred to in clause 5.3.7A(e), advise the relevant Network Service Provider and Generator whether the proposed metering installation is acceptable for those metering installations associated with those connection points that are classified as metering installation types 1, 2, 3 and 4 as specified in schedule 7.2.		In the drafting of 5.3.7A(d), it is not considered appropriate that NEMMCO should be involved with quality of supply standards, as this is a TNSP's area of responsibility, not NEMMCO's. This clause as drafted should also exclude "grandfathered" performance standards which are below the minimum access standard, where such performance standards are still being negotiated.

Affected clause		Clause with	NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
5.7.3(e)	(e)	If <i>NEMM</i> (1)	is satisfied that: (i) a generating unit or generating system does not comply with its performance standards in respect of one or more technical requirements of clauses \$5.2.5, \$5.2.6, \$5.2.8 or \$5.2.9 of schedule 5.2 and the relevant connection agreement; or (ii) does not have evidence demonstrating that a generating unit complies with the technical requirements set out in clause \$5.2.5 of schedule 5.2 a generating unit's or generating system's performance is not adequately represented by the applicable analytical model provided under clause \$5.7.6(g) or clause \$5.2.4; and	These amendments are to change the reference to technical requirements to references to performance standards, and to include inadequate models used to assess power system security as grounds for directing the Generator to operate the plant.	In the concluding paragraph of 5.7.3(e) it is recommended that the words be modified to read "submits evidence reasonably satisfactory to NEMMCO and the relevant TNSP that the generating unit or generating system is complying"
		(<u>32</u>)	holds the reasonable opinion that there is, or could be, a threat to power system security because of the performance of the generating unit or generating system, or because the inadequacy of its analytical model is adversely affecting NEMMCO's ability to assess power system security,		

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	including power transfer capabilities[-and] (3) holds the reasonable opinion that there is or could be a threat to the power system security because of the performance of the generating unit], NEMMCO may direct the relevant Generator to operate the relevant generating unit or generating system at a particular generated output or in a particular mode until the relevant Generator submits evidence reasonably satisfactory to NEMMCO that the generating unit or generating system is complying with the relevant technical requirement(s) performance standard and performing substantially in accordance with its analytical model.		
5.10	5.10 Performance Standards – transitional arrangements 5.10.1 Submission of Performance Standards on or about the Performance Standards Commencement Date (a) A Generator, Customer or Market Network Service Provider who, at the performance standards commencement date, engages in the activity of owning, controlling or operating plant must, within 30 days of the performance standards commencement date, submit to NEMMCO proposed performance standards for that plant, to be: (1) in the case of a person who is registered as a Generator in relation to	Clause 5.10.1(b) has been rewritten from 4.13.(b). The words "confidential information" have been removed because some of the information required is considered elsewhere in the Rules to be "confidential information", but nevertheless may need to be provided. Clause 5.10.1(c) is required to correct an anomaly in the current Rules where people with signed connection agreements who were not Registered Participants at the time of the last changes to the Code (preceding the change to Rules), but who subsequently became registered, are not covered by the process to create performance standards either under chapter 5 or chapter 4. This clause ensures that performance standards will now be recorded for these Participants. Clause 5.10.1(e) is required as a transitional arrangement for the introduction of the new process	The proposed clause 5.10.1(a)(1) fails to recognise that negotiated performance standards for several generators were not submitted within 30 days of the Performance Standards Commencement Date The Rules should be amended to still allow negotiation of performance standards, including performance standards below the minimum access standard, for a further limited time period (e.g. for 12 months).

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	that plant - in accordance with schedule 5.2;	where performance standards are assessed before the connection agreement is signed.	
	(2) in the case of a person who is registered as a Customer in relation to that plant - in accordance with schedule 5.3; or		
	(3) in the case of a person who is registered as a Market Network Service Provider in relation to that plant -in accordance with schedule 5.3a.		
	(b) A Network Service Provider must, on request by a person who has made a submission under clause 5.10.1(a), 5.10.1(c) or 5.10.1(d) whose facility is connected to the Network Service Provider's network, provide that person with all performance data and other information reasonably required by that person to satisfy its obligations under clauses 5.10.1(a), 5.10.1(c) and 5.10.1(d).		
	(c) A person who, at the performance standards commencement date: (1) was not registered as a Generator,		
	Customer or Market Network Service Provider, and		
	(2) was either;		
	(i) party to a connection agreement; or		
	(ii) negotiating a connection agreement, the negotiation of which was not subject to		

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	clause 5.3.4A; and (3) who subsequent to the performance standards commencement date, but prior to the date this clause 5.10.1 became effective ("effective date"), registered as a Generator, Customer or Market Network Service Provider,	The existing Rules are deficient in that they do not deal with the situation where the technical requirements change. It is important that Generators address any changes in the technical requirements to ensure system security, reliability and quality of supply are maintained. Clause 5.10.2 is inserted to correct this omission.	
	must, within 30 days of the effective date, submit to NEMMCO proposed performance standards for that plant in accordance with clause 5.10.1(e).		
	(d) A person who at the effective date was not registered as a Generator, Customer or Market Network Service Provider, but was party to a connection agreement must, within 30 days of the effective date, submit to NEMMCO proposed performance standards for that plant in accordance with clause 5.10.1(e).	This clause is required so that the performance standards submitted are not of a lesser standard than	
	(e) The performance standards required to be submitted under clause 5.10.1(c) and (d) must be in accordance with: (1) schedule 5.2 if they are to be registered by a Generator in relation to relevant plant;	what currently is agreed or if there is no agreement, then what is technically achievable by the plant.	
	(2) schedule 5.3 if they are to be registered by a Customer in relation to relevant plant,; or (3) schedule 5.3a if they are to be registered by a Market Network Service Provider in relation to relevant plant.		

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	5.10.2 Submission of Performance Standards where the Technical Requirements Change		
	(a) If, subsequent to the establishment of the performance standards a technical requirement against which those performance standards were assessed changes, or has changed in any respect, or a new technical requirement is inserted into the Rules, the relevant Generator, Customer or Market Network Service Provider must submit to NEMMCO a proposed performance standard for each of the changed		
	technical requirements. (b) A Network Service Provider must, on request by a person who has made a submission under clause 5.10.2 whose facility is connected to the Network Service Provider's network, provide that person with all performance data and other information reasonably required by that person to enable it to satisfy its clause 5.10.2(a) obligations.		
	5.10.3 Standard of Proposed Performance Standards		
	A proposed performance standard submitted by a Generator or person under clauses 5.10.1 or 5.10.2 must be at a standard at least equal to:		
	(a) where there is already a relevant registered performance standard, that registered performance standard;		
	(b) where there is no relevant registered performance standard, the relevant technical requirement set out in the		

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	(c) where there is no relevant registered performance standard and no relevant technical requirement in the connection agreement, the relevant design performance of the plant.		
5.11	5.11.1 Acceptance of Performance Standards lodged at or about the Performance Standards Commencement Date or in response to a change in the Technical Requirements (a) Following receipt of a proposed set of performance standards under clauses 5.10.1(a), 5.10.1(c), 5.10.1(d) 5.10.2(a) or 5.11.1(g), NEMMCO must assess whether, in its reasonable opinion, each proposed performance standard: (1) satisfies clause 5.10.3 and the technical requirements set out in schedules 5.1, 5.2, 5.3 and 5.3a as at the performance standards commencement date subject to any derogation applicable to the plant to which the proposed performance standards apply: (2) is drafted to enable, in NEMMCO's reasonable opinion, a compliance program to be instituted and maintained in respect of the	Clause 5.11 reiterates the existing clause 4.14 with the necessary amendments. Clause 5.11.1(a1) deals with the situation regarding the requirement to lodge performance standards when the technical requirements change. The intent of this clause is that existing process of registering performance standards is continued for subsequent changes to performance standards (including the current proposals).	In the proposed section 5.11.1(I), it is not considered appropriate that NEMMCO should be involved in approval of performance standards for quality of supply matters, as this is a TNSP's area of responsibility, not NEMMCO's.

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	performance standard under clause 5.12(c); and		
	(3) can be complied with, based on the information provided to NEMMCO by the Network Service Provider and the Connection Applicant.		
	(b) In respect of a submission under clause 5.10.1(a), 5.10.1(c), 5.10.1(d), 5.10.2, or 5.11.1(b) to 5.11.1(l) shall apply to NEMMCO and the person making the submission except that the references to the "performance standards commencement date" shall be read as referring to the date that the changes to the technical requirements, being the changes referred to in clause 5.10.2, take effect in each relevant circumstance.		
	(c) To the extent of any inconsistency between:		
	(1) a performance standard determined in accordance with a derogation in force at the performance standards commencement date and a performance standard determined in accordance with:		
	(i) the technical requirements set out in schedules 5.1, 5.2, 5.3 and 5.3a;		
	(ii) the connection agreement applicable to the plant to which the performance standard applies; or		
	(iii) the design performance of		

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	the plant at the performance standards commencement date,		
	the performance standard determined in accordance with the derogation will prevail;		
	(2) a performance standard determined in accordance with an existing connection agreement and a performance standard determined in accordance with:		
	(i) the technical requirements set out in schedules 5.1, 5.2, 5.3 and 5.3a; or		
	(ii) the design performance of the plant at the performance standards commencement date.		
	the performance standard determined in accordance with the connection agreement will prevail; and		
	(3) a performance standard determined in accordance with the design performance of the plant at the performance standards commencement date and a performance standard determined in accordance with the technical requirements set out in schedules 5.1.		
	requirements set out in schedules 5.1, 5.2, 5.3 and 5.3a, the performance standard determined in accordance with the design performance of the		

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	plant will prevail. (d) NEMMCO must, if it assesses that a proposed performance standard:		
	(1) meets the criteria set out in clause 5.11.1(a), accept the proposed performance standard; or		
	(2) does not meet the criteria set out clause 5.11.1(a), reject the proposed performance standard.		
	(e) NEMMCO must advise the person who submitted a proposed performance standard, under clause 5.10.1(a) or 5.10.1(c), 5.10.1(d) or 5.10.2 or 5.11.1(g) of its decision to accept or reject the proposed performance standard under clause 5.11.1(d), within 60 business days of submission of the proposed performance standard to NEMMCO in accordance with clause 5.10.1(a), 5.10.1(c), 5.10.1(d), 5.10.2 or 5.11.1(g) (as the case may be).		
	(f) If NEMMCO rejects a proposed performance standard under clause 5.11.1(d)(2), NEMMCO must, when advising the person under clause 5.11.1(e), also provide the person with detailed reasons for its decision.		
	(g) If NEMMCO rejects a proposed performance standard under clause 5.11.1(d)(2), the person who submitted the proposed performance standard to NEMMCO must, within 20 business days of the date on which NEMMCO made its decision to reject the proposed performance standard, resubmit an amended proposed performance standard under clause 5.10.1(a),	This clause is required to ensure NEMMCO has access to the information it requires to assess proposed performance standards. Appropriate safeguards are inserted to ensure that certain information is regarded as confidential information and so attracts the protection that the Rules afford such information.	

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	5.10.1(c), 5.10.1(d) or 5.10.2 (as the case may be), taking NEMMCO's comments into consideration.		
	(h) If, 11 months from the date that a person is required under clause 5.10.1(a), 5.10.1(c), 5.10.1(d) or 5.10.2 (as the case may be) to submit a proposed performance standard a performance standard has not been approved under clause 5.11.1(d)(1), the performance standard for the plant to which the proposed performance standard related is deemed to be (in order of priority):		
	(1) the technical characteristics set out in the relevant connection agreement or, in the case of a submission made under clause 5.10.2, if there is an existing performance standard registered with NEMMCO, that performance standard;		
	(2) if a derogation is in place, the connection agreement subject to the technical characteristics set out in the relevant derogation; or		
	(3) the connection requirements of the connection point determined under schedule 5.2, 5.3 or 5.3a as applicable to the plant and where there is an automatic access standard for a technical requirement, that standard.		
	(i) For the purposes of clause 5.11.1, NEMMCO must accept a performance standard materially based on and consistent with a derogation applicable to the plant to which the performance		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	standard applies. (j) A person whose proposed performance standard is rejected under clause 5.11.1(d)(2) may dispute NEMMCO's decision to reject the proposed performance standard and will be taken to be a Connection Applicant for the purposes of the dispute.		
	(k) If a dispute arising under clause 5.11.1(j) is not resolved in accordance with clause 8.2.4 within 60 business days, notwithstanding any other provision in clause 8.2, the Adviser must refer the dispute for resolution to a DRP for determination in accordance with clauses 8.2.6A to 8.2.6D.		
	the quality of supply to Network Users, NEMMCO in consultation with the relevant Network Service Provider, must, when determining the applicable performance standard for a particular requirement based on any provision of schedules 5.1, 5.2, 5.3 and 5.3a, require a person to meet or exceed the minimum access standard but must not require that person to exceed the relevant automatic access standard for that requirement.		
	5.11.2 Access to Information for Assessment of Proposed Performance Standards (a) NEMMCO may request that a person who has submitted a proposed performance standard in accordance with clauses 5.3.7A (1), 5.10.1(a),		In item 5.11.2 (a) it is not considered appropriate that NEMMCO be given access to a complete version of the connection agreement, as there are commercial matters not relevant to NEMMCO within the agreements.

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	5.10.1(c), 5.10.2, 5.10.3, 5.10.2 or 5.11.1(g) provides additional supporting information including, without limitation, an up-to-date version of the connection agreement, to facilitate NEMMCO's assessment of the performance standard submitted.		
	(b) A person who receives a request from NEMMCO under clause 5.11.2(a) must comply with the request within 5 business days of the request or such further time as agreed by NEMMCO .		
	(c) If a clause 5.11.2(a) request relates to a clause 5.3.7A(a) submission, NEMMCO must make the request within 5 business days of receiving the information referred to in clauses 5.3.7A(b) and S5.2.4.		
	(d) A connection agreement submitted under clause 5.11.2(b) or 5.3.7A(b) is confidential information. (e) Performance standards and proposed		
	performance standards are confidential information.		
\$5.1.7(c) and (d)	(c) A Network Service Provider must include conditions in connection agreements to ensure that each Generator will balance the voltage generated in each phase of its generating units and, when not generating, the current drawn in each phase, so as to achieve average levels of negative sequence voltage at each of the generating unit connection points due to phase imbalances within the generating plant not more	S5.2.5.2 Quality of electricity generated cross-references S5.1.7, but it doesn't specify minimum and automatic access standards.	The draft clause S5.1.7(c) fails to recognise that if the Automatic Access Standard was applied as drafted in item (1) of this clause, and the generator made full use of the allocated allowance, then it is highly likely that the TNSP would be unable to meet its unbalance obligations to other network users, defined in this
	than: (1) Automatic access standard: the values set out in Table S5.1a.1 and	This clause has been added to give distinct minimum and automatic access levels for negative phase sequence voltage for generating units.	clause, particularly at locations remote from generation. To avoid this problem, an "Automatic Access

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	clause S5.1a.7; (2) Minimum access standard: the values determined by the Network Service Provider to achieve average levels of negative sequence voltage at the connection points of other Network Users of not more than the values set out in Table S5.1a.1 and clause S5.1a.7. (d) The Network Service Provider and Generator may include in the connection agreement a requirement to upgrade performance to an agreed level not higher than the automatic access standard if, at any time in the future, another Network User is adversely affected by negative sequence voltage or current imbalance because of this generating plant.		Standard" considerably tighter than specified in Table s5.1a.1 would need to be defined (e.g. possibly 0.1%, or a plant standard if available). Alternatively, reliance on the Minimum Access Standard could be applied here, so that the TNSP can fulfil its obligations at connection points for all network users.
S5.2.4	(a) The A Generator or person who has negotiated a proposed connection agreement for connection of a generating system and advised NEMMCO of this under clause 5.3.7A(a) must promptly on request by NEMMCO or the Network Service Provider provide all data of the kinds specified in schedule 5.5 reasonably required by NEMMCO of the Network Service Provider or the generating system model guidelines, generating system design data sheet, or generating systems setting data sheet about its generating systems. (b) Three months before first synchronisation a Generator must, in respect of each proposed	The term "scheduled" generating unit has been changed to "generating system comprised of generating units with combined nameplate rating of 30 MW or more" to extend the clause to cover large non-scheduled generating systems (eg some wind farms). The term <i>generating system</i> has also been extended to cover reactive power equipment. The obligation in clause S5.2.4(a) has been extended to an intending Generator that has entered into a connection agreement, because the information is required before registration. The references to schedules S5.5.1 and S5.5.2 have been changed to refer to the documents to be made under clause S5.5.7. The requirement for information in S5.2.4(b) has been	Draft clause S5.2.4(b)(5) appears to be somewhat unreasonable. Various parties within the NEM (NEMMCO and TNSPs) use various tools to carry out their modelling and it would be unreasonable to impose a specific standard for generators to provide data in a form that would meet each party's modelling needs. VENCorp does see value in standardising the data requirements as far as possible and suggests that an industry work group be formed to develop appropriate guidelines for the provision of data to all relevant parties (eg NEMMCO and TNSPs).

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	scheduled generating unit, provide In respect of an existing or proposed generating system comprised of generating units with a combined nameplate rating of 30 MW or more, by the earlier of:	extended to cover control systems that are applied to the generating system (as well as those applying to the generating unit), and including controls of such things as Statcoms and SVCs that contribute to the performance of the generating system.	
	(1) the date on which proposed performance standards or amendments to performance standards are submitted to NEMMCO under clause 5.3.7A(a), 5.3.9(b). 5.10.1(a), 5.10.1(c) or 5.10.1(d);		
	(2) three months before commissioning of a generating system or planned alteration to a generating system; and		
	(3) 5 business days before commissioning of an unplanned alteration to a generating system;		
	the <i>Generator</i> , or person required under the Rules to register as the <i>Generator</i> , must provide:		
	(4) to NEMMCO and the relevant Network Service Providers (including the relevant Transmission Network Service Provider in respect of an embedded generating unit) and any relevant Distribution Network Service Provider		
	with the following information about the generating unit's control systems for frequency control and voltage control of the generating system:		
	(i) a set of functional block diagrams, including all functions between feedback		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	signals and <i>generating unit</i> output;		
	(ii) the parameters of each functional block, including all settings, gains, time constants, delays, deadbands and limits; and		
	(iii) the characteristics of non- linear elements; <u>and</u>		
	(5) to NEMMCO only, simulation source code in an unencrypted form suitable for at least one of the software simulation products nominated by NEMMCO and in a form that would allow conversion for use with other software simulation products by NEMMCO,		
	sufficient for <i>NEMMCO</i> and <i>Network Service Providers</i> to perform load flow and dynamic simulation studies.		
	The information provided must be updated within 3 months after commissioning tests or other tests undertaken in accordance with clause 5.7.3 of the <i>Rules</i> are completed. The connection agreement must record the process for subsequently changing this information.		
	Conformance with the requirements described in this clause is the responsibility of the <i>Generator</i> and is subject to the provisions of clause 5.7.3(f) of the <i>Rules</i> for each <i>generating unit</i> . (b1) The information provided under clause S5.2.4(b)	Clause S5.2.4(c) covers the information that the NSP is required to give to the Connection Applicant if requested. It has been extended to cover power system modelling information necessary to perform assessments required under clause S5.2.5.	

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(1) encompass all control systems that respond to voltage or frequency disturbances on the power system, and which are either integral to the generating units or otherwise part of the generating system, including, without limitation, those applying to reactive power equipment that forms part of the generating system;		
	(2) conform with the applicable models developed in accordance with the generating system model guidelines, or an alternative model agreed with NEMMCO to be necessary to adequately represent the generating plant to carry out load flow and dynamic simulations.		
	(b2) The Generator must update the information provided under clause S5.2.4(b) within 3 months after commissioning tests or other tests undertaken in accordance with clause 5.7.3 are completed.		
	(c) For the purposes of clause 5.3.2(d) of the Rules, the technical information that a Network Service Provider must, if requested, provide to a Connection Applicant in respect of the proposed connection for a generating unit includes:		
	(1) the highest expected single phase and three phase fault levels at the connection point with the generating unit not synchronised;	Clause S5.2.4(d) reiterates the requirement from clause 5.3.8 that recipients must treat information provided as confidential.	

Affected clause	Clause wit	h NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(2)	the clearing times of the existing protection systems that would clear a fault at the location at which the new connection would be connected into the existing transmission system or distribution system;		
	(3)	the expected limits of voltage fluctuation, harmonic voltage distortion and voltage unbalance at the connection point with the generating unit not synchronised;		
	(4)	technical information relevant to the connection point with the generating unit not synchronised including equivalent source impedance information, sufficient to estimate fault levels, voltage fluctuations, harmonic voltage distortion (for harmonics relevant to the generating system) and voltage unbalance; and		
	(5)	any other information er data not being confidential information relating to the performance of the Network Service Provider's facilities national grid that is reasonably necessary for the Connection Applicant to prepare an application to connect, including, without limitation:		
		(i) a model of the power system, including relevant considered projects and the range of expected operating conditions, sufficient to carry out load flow		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	and dynamic simulations; and (ii) information on inter-regional and intra-regional power transfer capabilities and relevant plant ratings. except where the Connection Applicant agrees the Network Service Provider may provide alternative or less detailed technical information in satisfaction of this clause S5.2.4(c). (d) All information provided under this clause S5.2.4 must be treated as confidential information.		
\$5.2.5.2	Quality of electricity generated (a) Automatic access standard: (1) The plant standard in accordance with clause \$5.2.5.2(e); or (2) Each generating systemunit, when generating must generate a constant voltage level, and when not generating, must not produce at any of its connection points for generationdraw electricity, with: (i) voltage fluctuation equal to or lessgreater than the limits determined allocated by the Network Service Provider in accordance with under clause \$5.1.5(a); and (ii) harmonic voltage distortion equal to or lessgreater than the	To allow for the possibility that the generating system has multiple connection points. The words 'for generation' are necessary to distinguish between auxiliary supply connection points and generation connection points.	VENCorp has concerns with regard to how to reasonably apply the Automatic Access standards of Clause S5.2.5.2 as drafted, knowing that synchronous generators should normally contribute very little to quality of supply distortion. If quality of supply (QoS) contributions are allocated to customers according to S5.1 and S5.2 of the Rules, and all customers were to make full use of their allocations, there would potentially be very little quality of supply "headroom" left to allocate to generators (and it should not really be needed in any case). If a QoS allocation was made to a generator according to part (a) of this draft clause, and the generator fully utilised its allocation, the TNSP could potentially have difficulty in meeting its QoS obligations in Schedule 5.1.

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	emission limits determined specified by a plant standard under clause S5.2.5.2(d) or allocated by the Network Service Provider in accordance withunder clause S5.1.6(a); and (iii) voltage unbalance equal to erlessgreater than the limits allocated by the Network Service Provider in accordance with clause S5.1.7(c)(1).		To limit a TNSP's exposure (i.e. to a potential breach under Schedule 5.1) under this clause a TNSP would always need to carefully consider part (c) of the clause when making QoS allocations to generators. This would mean that part (a) could not generally be applied as proposed. It is also recommended that this clause be modified to treat generator QoS requirements separately from auxiliary load QoS impact.
	(b) Minimum access standard: Each generating unitsystem, when generating and when not generating, must not produce at any of its connection points for generation: (1) must generate a constant voltage fluctuations greater than limits determined under clause S5.1.5(b); level with balanced phase voltages and		The clause should recognise that generator auxiliary load is like any other form of customer load, and QoS allocations should be made for this auxiliary load on a similar basis to customer load, based on the maximum auxiliary load (which normally corresponds to maximum generator output).
	harmonic voltage distortion equal to or lessmore than the lesser of the emission limits determined by the relevant Network Service Provider in accordance withunder clauses \$5.1.5(b) and \$55.1.6(b) and clause \$5.1a.7 of the system standards specified by a plant standard under clause \$5.2.5.2(d); and	The AS 1359.101 refers to a superseded version of IEC 60034-1. Amendment is to include current version of IEC 60034-1	
	(3) voltage unbalance more than limits determined under clause S5.1.7(c)(2). (c) The access standard negotiated under clause S5.2.5.2 must not prevent the Network Service Provider meeting the system standards or		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	contractual obligations to existing Network Users. (d) Plant standard: In respect of a When operating unsynchronised, each synchronous generating unit, AS 1359.101 and IEC 60034-1 are plant standards for must generate a constant voltage level with balanced phase voltages and harmonic voltage distortionequal to or less than permitted in accordance with Australian Standard AS 1359 "General Requirements for Rotating Electrical Machines".		
\$5.2.5.3A	Generating unit response to frequency disturbances (a) For the purposes of clause S5.2.5.3A, a reference to "normal operating frequency band", "operational frequency tolerance band" or "extreme frequency excursion tolerance limits" is a reference to the widest range specified for that term for any condition (including an "island" condition) in the frequency operating standards that apply to the region in which the generating unit is located. (b) Automatic access standard: Each generating unit must be capable of continuous uninterrupted operation for frequencies in the following ranges provided that the rate of change of frequency is less than 4 Hz per second: (1) the lower bound of the extreme frequency excursion tolerance limits to the lower bound of the operational frequency tolerance band for at least 2 minutes;	Clause S5.2.5.3A(a) is required to clarify which of the various values of the frequency standard terms applies in a particular situation. Note that many frequency bands and limits in Tasmania are different compared with those in the other regions. The automatic access standard is based on the existing mandatory standard, but more explicit in terms of how the various frequencies are to be applied. The partial load rejection clause (S5.2.5.4) has been deleted, and instead, in S5.2.5.3A rate of change of frequency has been specified for automatic and minimum standards. This is more technology neutral than the partial load rejection concept, and is more appropriate for wind generation.	In clause S5.2.5.3A/B/C it is suggested that references to "generating unit" in isolation should generally be changed to "generating unit and generating system" to better cover windfarms. In addition to the requirements drafted in this clause S5.2.5.3, it is recommended that an additional requirement "D" be added such that "generating plant must be capable of continuous uninterrupted operation at distortion levels up to the maximum voltage fluctuation, harmonic voltage distortion and voltage unbalance conditions outlined in S5.1a5, S5.1a.6 and S5.1a.7 of the System Standards.", so that generator operation could not be potentially constrained at times of the highest distortion levels that would be allowed by the Rules in Schedule 5.1.

Affected clause	Clause with NEMMCO proposed amer	ndments	NEMMCO Reason	VENCorp Comment
	(2) the lower bound of the frequency tolerance band bound of the normal frequency band, for at least including any time spent under clause S5.2.5.3A(b	I to the lower al operating st 10 minutes in the range		In part (g) of this clause it is considered that NEMMCO should only be involved in the "acceptance" of access standards under this clause, rather than "negotiation" of access standards under this clause.
	(3) the normal operating free for an indefinite period; (4) the upper bound of			
	operating frequency band bound of the operation tolerance band, for at lea including any time spent under clause S5.2.5.3A(t	I to the upper real frequency st 10 minutes in the range		
	(5) the upper bound of the frequency tolerance band bound of the extrem excursion tolerance limits minutes.	to the upper e frequency		
	(c) The automatic access standard is the following diagram. To the einconsistency between the diagram S5.2.5.3A(b), clause S5.2.5.3A(b) p	extent of any n and clause		
	-	automatic access	7	

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(d) Minimum access standard: Each generating unit must be capable of continuous uninterrupted operation for frequencies in the following ranges provided the rate of change of frequency does not exceed 1 Hz per second: (1) lower bound of the extreme frequency excursion tolerance limits to 47.5 Hz for at least 10 seconds; (2) 47.5 Hz to lower bound of the operational frequency tolerance band for at least 2 minutes; (3) lower bound of the operational frequency tolerance band to the lower bound of the normal operating frequency band for at least 10 minutes including any time spent in the ranges under clauses \$5.2.5.3A(d)(1) and (2); (4) normal operating frequency band for an indefinite period; (5) upper bound of the normal operating frequency band to the upper bound of	The minimum standard allows a relaxation of the durations for which the generating unit must operate. The value of 47.5 Hz comes from the IEC60034 standard as the minimum frequency level for continuous operation. The value of 4 Hz/sec is based on expected performance in Tasmania for loss of high Basslink import. Small generating systems that are fitted with settable trip relays are permitted to trip for over-frequencies above the upper bound of the operational frequency tolerance band. This will ensure that they do not trip for credible contingency events.	

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	the operational frequency tolerance band for at least 10 minutes including any time spent in the ranges under clause S5.2.5.3A(d)(6); and (6) in respect of a generating unit that: (i) is part of a generating system comprised of generating units with a combined nameplate rating of 30 MW or more; or (ii) does not have a protection system to trip the generating unit if the frequency exceeds a level agreed with NEMMCO. the upper bound of the operational frequency tolerance band to the upper bound of the extreme frequency excursion tolerance limits (including islanded conditions) for at least 10 seconds. (e) The minimum access standard is illustrated in the following diagram. To the extent of any inconsistency between the diagram and clause S5.2.5.3A(d), clause S5.2.5.3A(d) prevails.	The minimum standard allows a relaxation of the durations for which the generating unit must operate. The value of 47.5 Hz comes from the IEC60034 standard as the minimum frequency level for continuous operation. The value of 4 Hz/sec is based on expected performance in Tasmania for loss of high Basslink import. Small generating systems that are fitted with settable trip relays are permitted to trip for over-frequencies above the upper bound of the operational frequency tolerance band. This will ensure that they do not trip for credible contingency events.	

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	F to conditions in clause \$5.2.5.3A(d)(6) D B A C E A 500 B - C no free D - E opp told G F - G ex ex lim	access standard of to scale Hz rmal operating quency band erational frequency erance band treme frequency cursion tolerance of the scale of the sca	
	(f) A negotiated access standard can be accepted by the Network Service Provider provided that NEMMCO and the Network Service Provider agree that: (1) the proposed access standard is as close as practicable to the automatic access standard while respecting the need to protect the plant from damage; (2) the frequency would be unlikely to fall below the lower bound of the operational frequency tolerance band as a result of over-frequency tripping		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(3) there would be no material adverse impact on quality of supply to other Network Users or on inter-regional or intra-regional power transfer capability. (g) NEMMCO must be involved in the negotiation of access standards under clause S5.2.5.3A.	Clause S5.2.5.3A(f) provides a basis for negotiation to prevent power system performance being eroded.	
\$5.2.5.4	Deleted.	This clause has been the cause of considerable confusion. A more practical concept is to require that plant operate continuously provided the rate of change of frequency is within a specified limit. This has been incorporated in S5.2.5.3A.	VENCorp does not support the proposed deletion of clause S5.2.5.4 as the requirements are not adequately covered by S5.2.5.3A. This clause needs to be retained to cover sudden load change events (e.g. sudden load change on a generator caused by load shedding,

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
			or loss of an interconnector). While it is recognised that sudden load change events will generally be followed a few seconds later by a consequential frequency change, some generator control systems will initially move in the wrong direction in response to a sudden load change, making the disturbance more arduous from a generator viewpoint than a pure frequency disturbance.
\$5.2.5.12	(a) Automatic access standard: Each A generating unit must have plant capabilities and control systems, including, but not limited to inertia, short circuit ratio and power system stabilisers, sufficient not to: (1) not cause any inter-regional or intra-regional power transfer capability based on: (i) transient stability; (ii) oscillatory stability; or (iii) voltage stability, to be reduced below the level that would apply if the generating unit were disconnected; reduce any inter-regional or intra-regional power transfer capability below the level that would apply if the generating unit were disconnected. (2) not cause instability that would adversely impact on other Registered Participants.	The requirement in the automatic access standard not to 'cause instability that would adversely impact other Registered Participants' has been moved to clause \$5.2.5.13 to combine this requirement with the other power system stability requirement. The clause has been extended to include all types of network impact (including impact on thermal transfer limits). This arose out of situations arising with some new wind farm installations, in which generation from the wind farm reduced import capability (associated with a thermal limit) by a ratio greater than 1:1.)	The drafting of clause S5.2.5.12(e) is somewhat confusing. It is suggested that the requirements of this clause should be added to clause (b), as it is effectively an extension of the minimum access standard.

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(b) Minimum access standard: The generating unit system must have plant capabilities and control systems, including, but not limited to inertia, short-circuit ratio and power system stabilisers, sufficient to not reduce any inter regional or intra-regional power transfer capability to import into the generating unit's region by more than its loading level whenever it is synchronised and operational arrangements sufficient to not reduce: (1) the ability to supply Customer load as a result of a reduction in power transfer capability; (2) power transfer capabilities into a region by more than the combined sent out generation of its generating units; and (3) power transfer capabilities into another region by more than the lesser of 15 per cent of the combined nameplate rating of its generating units and 30	Clause (b)(2) relates to the impact on intra-regional flow paths. The clause has been extended in the minimum standard to cover a reduction in import capability into another region (where generation may reduce the reliability of another region.) The focus of this clause has been changed to be on equipment, facilities and control mechanisms that will achieve minimum impact on network transfer capability.	
	MW, unless NEMMCO considers that the connection of that generating system is likely to result in a net improvement in supply reliability across all regions, (c) The relevant requirements for short-circuit ratio in IEC 60034 3 are a plant standard in relation to clause \$5.2.5.12(a)(1)(i).ln carrying out assessments of proposed access standards under clause \$5.2.5.12, the Network Service Provider and NEMMCO must at least take into account, without limitation:	A problem with the original wording of the clause was that it applied an on-going risk to the Generator – on-	

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(1) the expected performance of existing networks and network developments that are considered projects; (2) the expected performance of existing generating plant and generation projects that are considered projects; (3) the expected range of power system operating conditions; and (4) the expected performance of control systems and protection systems, including automatic reclose equipment. (d) The access standard must include operational arrangements, including curtailment of generation if necessary, to the satisfaction of NEMMCO, to ensure that the generating plant is operated in a way that meets at least the minimum access standard under abnormal network and generating system conditions, so that power system security can be maintained. (e) The Generator must take measures, to the satisfaction of NEMMCO and the Network Service Provider, to minimise any reduction in power transfer capabilities. The following matters must be considered in the design of the generation system, and implemented, where they would have a material impact on power transfer capability to the extent that the total cost of mitigation measures does not exceed 5% of the capital cost is based on a project design that would at least meet the minimum access standard:	going compliance with the clause depended on factors outside the Generator's control, including design and configuration of the network, new generation plant and load growth. To avoid this consequence the current wording makes it clear that the assessment is to be based on the current system, considered projects and expected network developments only. The access standard (and therefore the performance standard) documents the facilities equipment and control systems agreed to be provided. The clause also allows for the Network Service Provider and the Generator to negotiate for additional control system facilities on a commercial basis.	

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(1) control system functions and settings;		
	(2) dynamic reactive power capability of the generating unit or additional plant such as SVC or STATCOM;		
	(3) choice of technology and plant parameters;		
	(4) transmission network augmentation or distribution network augmentation; and		
	(5) location and manner of connection to the <u>network.</u>		
	(f) The access standard under clause S5.2.5.12 must detail the plant capabilities, control systems and operational arrangements that will be maintained by the Generator, notwithstanding that changes to the power system, but not changes to the generating system, may reduce the efficacy of the plant capabilities, control systems and operational arrangements over time.		
	(g) If a Network Service Provider considers that power transfer capabilities of its network would be increased through provision of additional control system facilities to a generating system (such as a power system stabiliser), the Network Service Provider and the Generator may negotiate for the provision of such additional control system facilities as a commercial arrangement.		
	(dh) The negotiation of access standards in relation to under this clause S5.2.5.12 must involve NEMMCO in accordance with under clause 5.3.4A(b)of the Rules.		

S5.2.5.13 Control systems and stabilityExcitation control system [Replace entirely with the following]	Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
(i) power system oscillations, for the frequencies of oscillation of the generating of oscillation of the generating of the automatic access standard. The existing version of this clause is written around synchronous generating units. The criteria for "any critical mode of oscillation", oscillation", and the draft words any mode of oscillation of the generating units.	S5.2.5.13	[Replace entirely with the following] (a) For the purpose of clause S5.2.5.13: 'settling time' means, in relation to a step response test or simulation of a control system, the time measured from initiation of a step change in an input quantity to the time when the magnitude of error between the output quantity and its final settling value remains less than 10% of: (1) if the sustained change in the quantity is less than half of the maximum change in that output quantity, the maximum change induced in that output quantity; and (2) otherwise the sustained change induced in that output quantity; and 'rise time' means, in relation to a step response test or simulation of a control system, the time taken for an output quantity to rise from 10% to 90% of the maximum change induced in that quantity by a step change of an input quantity. (b) The automatic access standard is: (1) Each generating unit must have plant capabilities and control systems sufficient to ensure that: (i) power system oscillations, for the frequencies of	specified in the previous clause, and have been amended so that they apply to a test or a simulation, and "settling time" can be applied to responses that are largely oscillatory. The automatic and minimum standards have been written in terms of scheduled and non-scheduled plant. The mandatory requirements have been translated into the automatic access standard requirements. (The exception to this is ceiling voltage which is slightly higher in the automatic and slightly lower in the minimum standard than the original mandatory standard.) A power system stabiliser specification has been added for the automatic access standard. The existing version of this clause is written around	that the draft words "any mode of oscillation" should be changed to

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	unit against any othe generating unit, and adequately damped;	apply to wind farms have been added, rather than attempting to make the existing clauses non-technology specific	so that slight degradation of any heavily damped mode of oscillation is excluded from this consideration.
	(ii) operation of the generating unit does not degrade the damping of any mode of oscillation of the power system; and (iii) operation of the generating unit does not cause instability (including hunting of tap-changing transformed control systems) that would adversely impact othe Registered Participants. (2) Each control system must have:	The clause was written previously with most of the requirements mandatory. The clause has been reworded as automatic and minimum access standards. The previous automatic access standard requirement from \$5.2.5.12 not to cause instability that would adversely affect other Registered Participants has been moved to this clause, and has been included in both minimum and outomatic access because the causing of	In item S5.2.5.13(b)(3)(vi), a ceiling voltage of 2 is considered unnecessarily high for ac exciter systems, but is not considered high enough for static self-excitation systems, where generator stator voltage would be severely depressed for close-in EHV faults. It is recommended that two categories of excitation system be included in the rules for this requirement (static self-excitation systems and rotating exciter systems), with a ceiling voltage of 2.3 p.u. for static self-excitation systems and 1.5 p.u. for rotating exciter systems.
	(i) permanently installed and operational monitoring and recording facilities for ke variables including each input and output, for disturbance monitoring and testing purposes; and (ii) facilities for testing the control system sufficient to establish its dynami operational characteristics. (3) Each synchronous generating unmust have an excitation control system that:		In item S5.2.5.13(b)(3)(viii), while a 0.5 second rise time would be acceptable for ac exciter systems, it would be undesirably slow for static self-excitation systems, resulting in undesirable generator flux decay during this time period, potentially impacting on generator transient stability. It is recommended that two categories of excitation system be included in the rules for this requirement (static self-excitation systems and rotating exciter systems), with a rise time of 0.05 seconds for static self-excitation systems and 0.5 seconds for rotating exciter systems.
	(i) regulates voltage at the		In item S5.2.5.13(b)(4)(v) (A) and (B), and item S5.2.5.13(c), the step size should be changed to

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	connection point or another agreed location in the power system (including within the generating system) to within 0.5% of the setpoint.		2.5%, as 5% is considered unnecessarily large (it would cause a large reactive power change of typically 20%, around 120 MVAr on a 500MW generator). On-line step changes more than 2.5% are never used for generator testing in
	(ii) is able to operate the stator continuously at 105% of nominal voltage with rated active power output;		Victoria.
	(iii) regulates voltage in a manner that helps to support network voltages during faults and does not prevent the Network Service Provider from achieving the requirements of clause S5.1a.3 and S5.1a.4;		
	(iv) allows the voltage setpoint to be continuously controllable in the range of at least 95% to 105% of normal voltage at the connection point or the agreed location, without reliance on a tap-changing transformer,		
	(v) has limiting devices to ensure that a voltage disturbance does not cause the generating unit to trip at the limits of its operating capability:		
	(vi) has an excitation ceiling voltage of at least 2 times		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	the excitation required to achieve generation at nameplate rating for rated power factor, rated speed and nominal voltage;		
	(vii) has settling times for a step change of voltage setpoint or voltage at the location agreed under clause S5.2.5.13(b)(3)(i) of:		
	(A) generated voltage less than 2.5 seconds for a 5% voltage disturbance with the generating unit not synchronised;		
	(B) active power, reactive power and voltage less than 5.0 seconds for a 5% voltage disturbance with the generating unit synchronised, from		
	an operating point where the voltage disturbance would not cause any limiting device to operate; and (C) in respect of each limiting device,		

Affected clause	Clause with NEMMO	CO proposed amendments	NEMMCO Reason	VENCorp Comment
	(viii)	active power, reactive power and voltage less than 7.5 seconds for a 5% voltage disturbance with the generating unit synchronised, when operating into a limiting device from an operating point where a voltage disturbance of 2.5% would just cause the limiting device to operate; is able to increase field voltage from rated field voltage from rated field voltage to the excitation ceiling voltage in less than 0.5 second; has a power system stabiliser with sufficient flexibility to enable damping performance to be maximised, with characteristics as described in clause \$5.2.5.13(d); and has reactive current compensation settable for boost or droop.	In the minimum standard, the control system parameters are specified only for generating systems >30 MW, and taking into account the allowance for plant connected at voltages below 100 kV to have power factor control. Models are not required for plant less than 30 MW, and therefore it is not possible to assess (as part of the access standards) whether the plant is capable of complying with these performance levels. Allowance is made in the minimum standard for plant that is distribution-connected (<100 kV) to operate with power factor control or reactive power control instead of voltage control.	
	<u>(4)</u> ⊏acn	generaling unit, other than a		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	<u>synchronous generating unit, must</u> <u>have a voltage control system that:</u>		
	(i) regulates voltage at the connection point or an agreed location in the power system (including within the generating system) to within 0.5% of its setpoint;		
	(ii) regulates voltage in a manner that helps to support network voltages during faults and does not prevent the Network Service Provider from achieving the requirements of clauses S5.1a.3 and S5.1a.4;		
	(iii) allows the voltage setpoint to be continuously controllable in the range of at least 95% to 105% of normal voltage at the connection point or agreed location in the power system, without reliance on a tap changing transformer.		
	(iv) has limiting devices to ensure that a voltage disturbance does not cause the generating unit to trip at the limits of its operating capability;		
	(v) with the generating system connected to the power system, has settling times for		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	active power, reactive power and voltage due to a step change of voltage setpoint or voltage at the location agreed under clause S5.2.5.13(b)(4)(i), of less than:		
	(A) 5.0 seconds for a 5% voltage disturbance with the generating unit connected to the power system, from an operating point where the voltage disturbance would not cause any limiting device to operate; and		
	(B) 7.5 seconds for a 5% voltage disturbance with the generating unit connected to the power system, when operating into any limiting device from an operating point where a voltage disturbance of 2.5% would just cause the limiting		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(vi) has reactive power rise time, for a 5% step change in the voltage set point, of less		
	than 2 seconds; (vii) has a power system stabiliser with sufficient flexibility to enable damping performance to be maximised, with characteristics as described in clause S5.2.5.13(d); and		
	(viii) has reactive current compensation. (c) The minimum access standard is: (1) Each generating unit must have plant		
	capabilities and control systems, including if appropriate, a power system stabiliser, sufficient to ensure that: (i) power system oscillations,		
	for the frequencies of oscillation of the generating unit against any other generating unit, are adequately damped;		
	(ii) operation of the generating unit does not degrade any mode of oscillation that is within 0.3 nepers per second of being unstable, by more		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	than 0.01 nepers per second and does not degrade any other mode of oscillation to within 0.29 nepers per second of being unstable; and		
	(iii) operation of the generating unit does not cause instability (including hunting of tap-changing transformer control systems) that would adversely impact other Registered Participants.		
	(2) Each generating system comprised of generating units with combined nameplate rating of 30 MW or more must have facilities for testing its control systems sufficient to establish their dynamic operational characteristics.		
	(3) Each generating unit or generating system must have facilities: (i) where the connection point nominal voltage is 100 kV or more, to regulate voltage in a manner that does not prevent the Network Service Provider from achieving the requirements of clauses \$55.1a.3 and \$55.1a.4;		
	(ii) where the connection point nominal voltage is less than 100 kV, to regulate voltage		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	or reactive power or power factor in a manner that does not prevent the Network Service Provider from achieving the requirements of clauses S5.1a.3 and S5.1a.4; and		
	(iii) in either case, sufficient to achieve the performance agreed in respect of clauses \$5.2.5.1, \$5.2.5.2, \$5.2.5.3A, \$5.2.5.3B, \$5.2.5.3C and \$5.2.5.12.		
	(4) Each synchronous generating unit, that is part of a generating system comprised of generating units with a combined nameplate rating of 30 MW or more, must have an excitation control system that:		
	(i) regulates voltage at the connection point or an agreed location in the power system (including within the generating system), to within 0.5% of its setpoint or, where the connection point nominal voltage is less than 100 kV, regulates voltage, power factor or reactive power as agreed with the Network Service Provider and NEMMCO;		
	(ii) has excitation ceiling voltage		

Affected clause	Clause with	NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
		of at least 1.5 times the excitation required to achieve generation at the nameplate rating for rated power factor, rated speed and nominal voltage;		
		(iii) subject to coordination under clause S5.2.5.13(g), has a settling time of less than 5.0 seconds for a 5% voltage disturbance with the generating unit synchronised, from an operating point where such a voltage disturbance would not cause any limiting device to operate; and		
		(iv) has over- and under- excitation limiting devices sufficient to ensure that a voltage disturbance does not cause the generating unit to trip at the limits of its operating capability.		
	<u>(5)</u>	Each generating system comprised of generating units with combined nameplate rating of 30 MW or more and which are not synchronous generating units, must have a control system that:		
		(i) regulates voltage at the <u>connection point or an</u> <u>agreed location in the power</u>		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	system (including within the generating system) to within 0.5% of its setpoint or, where the connection point nominal voltage is less than 100 kV, regulates voltage, power factor or reactive power as agreed with the Network Service Provider and NEMMCO;		
	(ii) subject to coordination under clause S5.2.5.13(g), has settling time less than 7.5 seconds for a 5% voltage disturbance with the generating unit electrically connected to the power system from an operating point where such a voltage disturbance would not cause any limiting device to operate; and		
	(iii) has limiting devices to ensure that a voltage disturbance would not cause the generating unit to trip at the limits of its operating capability.		
	(d) A power system stabiliser provided under clause S5.2.5.13(b) must have the following characteristics:		
	(i) for a synchronous generating unit, measurements of rotor speed and		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	active power output of the generating unit as inputs, and otherwise measurements of power system frequency and active power output of the generating unit as inputs;		
	(ii) two washout filters for each input, with ability to bypass one of them if necessary;		
	(iii) sufficient (and not less than two) lead- lag transfer function blocks (or equivalent number of complex poles and zeros) with adjustable gain and time-constants, to compensate fully for the phase lags due to the generating plant;		
	(iv) an output limiter, which for a synchronous generating unit is continually adjustable over the range of -10% to +10% of stator voltage;		
	(v) monitoring and recording facilities for key variables including inputs, output and the inputs to the lead-lag transfer function blocks; and		
	(vi) facilities to permit testing of the power system stabiliser in isolation from the power system by injection of test signals, sufficient to establish the transfer function of the power system stabiliser.		
	(e) A limiting device provided under clauses S5.2.5.13(b) or S5.2.5.13 (c) must:		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	(1) not detract from the performance of any power system stabiliser; and (2) be coordinated with all protection systems.		
	(f) If a generating unit cannot meet the automatic access standard, the Generator must demonstrate why that standard could not be reasonably achieved. The negotiated access standard proposed by the Generator must then be the highest level that the generating system can reasonably achieve, including by installation of additional dynamic reactive power equipment, and through optimising its control systems.		
	(g) The Network Service Provider may require that the design and operation of the control systems of a generating unit or generating system be coordinated with the existing voltage control systems of the Network Service Provider and of other Network Users, in order to avoid or manage interactions that would adversely impact on the Network Service Provider and other Network Users. The access standards must record such requirements.		
	(h) The assessment of impact of the <i>generating</i> units on power system stability and damping of power system oscillations shall be in accordance with the power system stability guidelines established under clause 4.3.4(h). (i) NEMMCO must be involved in the negotiation of		
\$5.2.9	access standards under clause S5.2.5.13. Fault current	The requirement needs to consider generating systems	

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	[replace entirely with the following]	as well as individual generating units.	
	(a) The automatic access standard is: (1) The contribution of the generating system to the fault current on the connecting network through its connection point must not exceed the lesser of: (i) three times the combined maximum continuous current of the operating generating units of	The requirement for the Network Service Provider to consider alternative network configurations applies to the automatic access standard. The terms "network users" and "generator" need to be capitalised.	
	the generating system; and (ii) the level that can be safely interrupted by the circuit breakers of the connecting network and safely carried by the connecting network for the duration of the applicable breaker fail protection system fault clearance times, as specified for the relevant connection point by the Network Service Provider.		It is recommended that the meaning of this clause (ii) be clarified by adding the following to the beginning of this sentence: "the contribution level that will ensure that the total fault current can be safely interrupted"
	(2) A generating system's connected plant must be capable of withstanding fault current through the connection point up to the higher of: (i) the level specified in clause S5.2.4(c)(1); and		
	(ii) the highest level of current at the connection point that can be safely interrupted by the circuit breakers of the connecting network and safely carried by the		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	connecting network for the duration of the applicable breaker fail protection system fault clearance times, as specified by the Network Service Provider. (3) A circuit breaker provided to isolate a generating unit or generating system from the network must be capable of breaking, without damage or restrike, the maximum fault currents that could reasonably be expected to flow through the circuit breaker for any fault in the network or in the generating unit or generating system, as specified in the connection agreement.		
	(b) The minimum access standard is: (1) The generating system does not need		
	to limit fault current contribution.		
	(2) A generating system's connected plant must be capable of withstanding fault current through the connection point up to the level specified in clause S5.2.4(c)(1)		
	(3) A circuit breaker provided to isolate a generating unit or generating system from the network must be capable of breaking, without damage or restrike, the maximum fault currents that could reasonably be expected to flow through the circuit breaker for any fault in the network or in the generating unit or generating system, as specified in		

Affected clause	Clause with NEMMCO proposed amendments	NEMMCO Reason	VENCorp Comment
	the connection agreement. (c) The Network Service Provider must consider alternative network configurations in the determination of the applicable fault current level and must prefer those options that maintain an equivalent level of service to other Network Users and which, in the opinion of the Generator, impose the least obligation on the Generator.		
	(d) In carrying out assessments of proposed access standards under clause \$5.2.9, the Network Service Provider must take into account, without limitation: (1) the expected performance of existing networks and network developments that are considered projects; (2) the expected performance of existing generating plant and generation projects that are considered projects; and (3) the expected range of power system		
	operating conditions. (e) The Network Service Provider is not liable for any loss or damage incurred by the Generator or any other person as a consequence of a fault on either the power system, or within the Generator's facility.		