

RULE CHANGE EXTENSION NOTICE
LIMITS TO EARLY ENTRY CAPACITY PAYMENTS
(RC_2012_10)

This notice of extension is given under clause 2.5.12 of the Market Rules.

Submitter: Will Bargmann, Synergy

Date Originally Submitted: 14 June 2012

Date of Extension: 27 August 2012

REASONS FOR THE EXTENSION

In accordance with clause 2.5.10 of the Market Rules, the IMO has extended the timeframe for the publishing the Draft Rule Change Report for the Rule Change Proposal titled Early Entry Capacity Payments (RC_2012_10) by 11 Business Days.

The publication date for the Draft Rule Change Report has been extended until **Monday, 17 September 2012.**

The IMO has extended this period to allow the Public Utilities Office (PUO) to consider the issue of incentivising early entry of capacity as agreed at the 8 August 2012 MAC meeting, following discussion of Synergy's concept paper on the cost and benefit trade-off of early capacity payments. The date has been extended to allow the PUO's advice on the next steps in the process for addressing the issue from a policy perspective to have been provided to the MAC during the September MAC Meeting.

The IMO notes that the advice of the PUO on the wider issue of incentivising early entry capacity is likely to have direct impacts on RC_2012_10.

The IMO notes that the Rule Change Proposal will continue to be processed via the Standard Rule Change Process. For further details relating to the Rule Change Proposal please refer to the Market Web Site.

PROPOSED WORK PROGRAMME

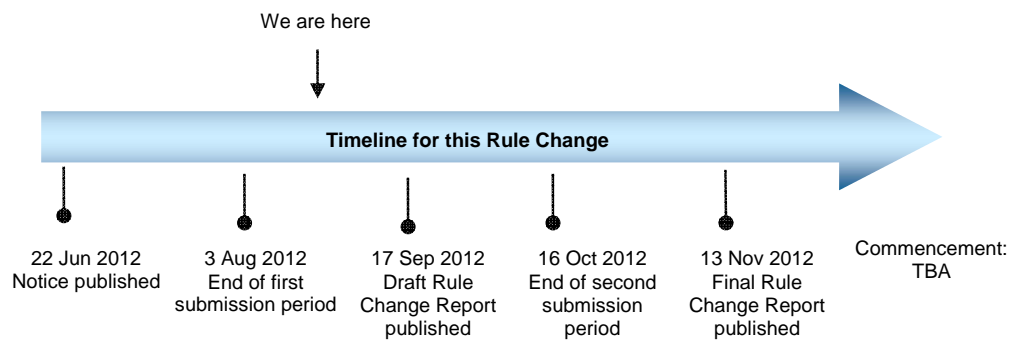
- The PUO considers the issue of incentivising early entry of capacity and presents its advice on the next steps in the process for addressing the issue from a policy perspective to the 12 September 2012 MAC Meeting.
- The IMO presents its draft decision in the Draft Rule Change Report.



- The second submission period is held.
- The IMO presents its final decision in the Final Rule Change Report.

EXTENDED TIMELINE

The projected timelines for processing this proposal, including the extension are:



SUZANNE FRAME
GROUP MANAGER, MARKET DEVELOPMENT

27 August 2012

