

Agenda Item 6a (iii):

Wholesale Electricity Market Pre Rule Change Proposal Discussion Paper

Submitted by

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Address:	
Date submitted:	30 January 2009
Urgency:	Normal Rule Change Process
Change Proposal title:	Confidentiality of accepted outages
Market Rule(s) affected:	Clauses 3.18.5D (new)

Introduction

This Market Rule Change Proposal can be posted, faxed or emailed to:

Independent Market Operator

Attn: Troy Forward, Manager Market Administration & System Capacity

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Cloisters Square, Perth, WA 6850

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The discussion paper should explain how it will enable the Market Rules to better contribute to the achievement of the wholesale electricity market objectives. The objectives of the market are:

- (a) to promote the economically efficient, safe and reliable production and supply of electricity and electricity related services in the South West interconnected system;
- (b) to encourage competition among generators and retailers in the South West interconnected system, including by facilitating efficient entry of new competitors;
- (c) to avoid discrimination in that market against particular energy options and technologies, including sustainable energy options and technologies such as those that make use of renewable resources or that reduce overall greenhouse gas emissions;

- to minimise the long-term cost of electricity supplied to customers from the South West (d) interconnected system; and
- to encourage the taking of measures to manage the amount of electricity used and when (e) it is used.

Details of the proposed Market Rule Change

Outline the issue concerning the existing Market Rules that is to be addressed by the proposed Market Rule change:

It has been commented upon by many Participants that coordinating network and generation outages is often a difficult, time-consuming and complex matter.

Currently, Western Power Networks is only able to identify details of Planned Outages for Market Generators and Customers (via the schedules of Planned Outages published under clause 10.6.1(b). These schedules of Planned Outages are SWIS Restricted Information.

Clause 3.18.4 provides an obligation for System management to maintain an outage schedule. containing information on all Scheduled Outages (outages that are accepted by System Management but not yet approved). This information is currently listed as SWIS Restricted Information in accordance with the "List of Documents and Confidentiality Status", published on the IMO website as per clauses 10.5.1 (a) ii and 10.2.1.

Scheduled Outages are often accepted by System Management months in advance of the commencement date. However, the approval of Scheduled Outages is often close to the commencement date, therefore Western Power Networks is unable to utilise this information to plan transmission maintenance in a way most beneficial to all affected parties. Additionally, when transmission maintenance requires the decommitment or reduction in capacity of a generator or load, it is sometimes the case that transmission outages require a generator or load to perform maintenance at inopportune times.

Similarly, due to the lack of information available to Western Power for planning purposes, System Management must spend an inordinate amount of time coordinating the various parties. The current situation is disadvantageous to all concerned.

To improve the coordination process, System Management has discussed with several Participants the concept of providing details of Scheduled Outages to Western Power. This would allow Western Power to more frequently plan transmission maintenance to coincide with Participant outages. Participants have agreed in principle with this concept and have indicated their support for System Management proposing changes to the Market Rules.

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2) Explain the reason for the degree of urgency:

System Management submits that this proposal proceed through the standard process.

- 3) Provide any proposed specific changes to particular Rules (for clarity, please use the current wording of the Rules and place a strikethrough where words are deleted and underline words added)
- 3.18.5D System Management may make the information in the outage schedule, maintained in accordance with clause 3.18.4, available to Rule Participants for the purposes of clause 3.18.5C.

4) Describe how the proposed Market Rule change would allow the Market Rules to better address the Wholesale Market Objectives:

This proposed Rule Changes would better address objective (a) of the Market Objectives. The changes as submitted would promote the economically efficient, safe and reliable production and supply of electricity and electricity related services in the South West interconnected system.

5) Provide any identifiable costs and benefits of the change:

Benefits:

- Will enable System Management and Participants to coordinate outages in a more effective manner.
- Will enable efficient scheduling of outages and may reduce situations where network outages require Market Generators to schedule outages at inopportune times

Costs:

No costs have been identified.

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