## Rule Change Extension Notice: Capacity Credit Allocation Methodology for Intermittent Generators (RC\_2018\_03)

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

Submitter: Fan Zhang, Collgar Wind Farm

Date submitted: 1 March 2018

Date of extension: 2 December 2020

In accordance with clause 2.5.10 of the Market Rules, the Rule Change Panel has extended the timeframe for the publication of the Draft Rule Change Report for the Rule Change Proposal titled "Capacity Credit Allocation Methodology for Intermittent Generators" (RC\_2018\_03) until **5:00 PM on Wednesday 30 June 2021**.

Dates for subsequent steps of the rule change process have been adjusted accordingly.

## **Reason for the Extension**

Development and publication of the Draft Rule Change Report for RC\_2018\_03 has been delayed because its scope directly overlaps with the subject matter of the ERA's review of the Relevant Level Methodology (**RLM**). The ERA published its final report for its 2018 RLM review on 31 March 2019,<sup>1</sup> where it indicated that it will develop a Rule Change Proposal to implement its recommendations (RC\_2019\_03).

The ERA submitted a Pre-Rule Change Proposal on 18 July 2019, but delayed finalising its Rule Change Proposal because of interactions between its proposal and the Energy Transformation Strategy. Specifically, Energy Transformation Implementation Unit (**ETIU**) is developing a new methodology to allocate Capacity Credits under a constrained network access model, and the ERA's proposal to amend the RLM will need to account for ETIU's revised Capacity Credit allocation methodology.

The ERA presented a revised Pre-Rule Change Proposal to the Market Advisory Committee (**MAC**) on 17 November 2020 and will formally submit the Rule Change Proposal, likely in December 2020.

The Rule Change Panel plans to consider RC\_2018\_03 concurrently with the ERA's forthcoming Rule Change Proposal, so RCP Support has extended the deadline for publishing the Draft Rule Change Report for RC\_2018\_03 to 30 June 2021.

Further details relating to the Rule Change Proposal are available at <u>https://www.erawa.com.au/rule-change-panel/market-rule-changes/rule-change-rc 2018 03</u>.

<sup>&</sup>lt;sup>1</sup> <u>https://www.erawa.com.au/cproot/20328/2/Relevant%20level%20method%20review%202018%20-%20Final%20report.pdf</u>

## **Proposed Work Program**

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

If the drafting of the Amending Rules affect Protected Provisions and the Rule Change Panel's decision is to approve the Rule Change Proposal, the following steps will also apply:

- The Minister considers the Rule Change Proposal and makes a decision regarding the proposed Amending Rules.
- If approved, the Amending Rules commence.

## **Extended Timeline**

The projected timeline for processing this proposal, including the extension, is:

