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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:	31 December 2022	

In accordance with clause 2.5.10 of the WEM Rules, the Coordinator of Energy (**Coordinator**) 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 Friday 30 June 2023**.

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 was previously delayed by the Rule Change Panel because its subject matter overlapped with the review of the Relevant Level Methodology (**RLM**) undertaken by the Economic Regulation Authority's (**ERA**).

The ERA published its final report for its 2018 review of the RLM on 31 March 2019,¹ and submitted a Rule Change Proposal titled "Method used for the assignment of Certified Reserve Capacity to Intermittent Generators" (RC_2019_03) on 18 December 2020. This Rule Change Proposal covered the same subject matter as RC_2018_03. The Rule Change Panel published a Draft Rule Change Report for this proposal on 20 April 2021.

Responsibility for administration of the WEM Rules transferred from the Rule Change Panel to the Coordinator on 1 July 2021 and, as a result, the Coordinator is now responsible for progressing both RC_2018_03 and RC_2019_03.

The Coordinator is currently conducting a review of the Reserve Capacity Mechanism (**RCM**)² which is (among other things) addressing the matters considered by both RC_2018_03 and RC_2019_03.

The RCM Review is expected to be completed by mid-2023, and the Minister for Energy is expected to subsequently make rule changes to give effect to the outcomes of the review.

¹ https://www.erawa.com.au/cproot/20328/2/Relevant%20level%20method%20review%202018%20-%20Final%20report.pdf

² Reserve Capacity Mechanism Review (www.wa.gov.au)

Therefore, the Coordinator has extended the timeframe for publication of the Draft Rule Change Report for RC_2018_03 until 30 June 2023 to allow adequate time for the completion of the RCM Review.

Further details relating to the Rule Change Proposal are available at <u>https://www.wa.gov.au/government/document-collections/rule-change-rc201803</u>.

Proposed Work Program

- The Coordinator completes the RCM Review.
- The Coordinator presents its draft decision in a Draft Rule Change Report.
- The second submission period takes place.
- The Coordinator presents its final decision in a Final Rule Change Report.
- If approved, any Amending Rules commence.

Extended Timeline

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

