Western Australia

LEGISLATIVE ASSEMBLY/COUNCIL

Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

A Bill for

An Act to amend the *Electricity Industry Act 2004* and to make consequential amendments to other Acts.

The Parliament of Western Australia enacts as follows:

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Part	1	 P	re	li	m	in	a	rv
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2	1.	Short title
3 4		This is the <i>Electricity Industry Amendment (Distributed Energy Resources) Act 2023</i> .
5	2.	Commencement
6		This Act comes into operation as follows —
7		(a) Part 1 — on the day on which this Act receives the
8		Royal Assent;
9		(b) the rest of the Act — on a day fixed by proclamation,
10		and different days may be fixed for different provisions.

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Part 2 — Electricity Industry Act 2004 amended

2	3.	Act amended
3		This Part amends the <i>Electricity Industry Act</i> 2004.
4 5 6		[The following text is the Electricity Industry Act 2004 showing proposed amendments in track changes. A formal amending instrument will be drafted at a later stage.]
7		Part 1 — Preliminary
8	1.	Short title
9		This Act may be cited as the <i>Electricity Industry Act</i> 2004.
10	2.	Commencement
11	(1)	This Act comes into operation on a day fixed by proclamation.
12 13	(2)	Different days may be fixed under subsection (1) for different provisions.
14	3.	Terms used
15	(1)	In this Act, unless the contrary intention appears —
16 17 18		access, in relation to services, has the same meaning that it has when used in that context in the Competition and Consumer Act 2010 (Commonwealth);
19 20		arbitrator has the meaning given to that term in the Energy Arbitration and Review Act 1998 section 61;
21 22		Authority means the Economic Regulation Authority established by the Economic Regulation Authority Act 2003;
23 24		Board has the meaning given to that term in the <i>Energy</i> Arbitration and Review Act 1998 section 49;
25 26 27 28	3	Competition Principles Agreement means the Competition Principles Agreement made on 11 April 1995 by the Commonwealth, the States and the Territories, as in force for the time being;

1	connected facility, in relation to a distribution system, means a		
2	facility connected to the distribution system that manages or		
3	controls the flow of electricity to or from the distribution		
4	system;		
5	Coordinator means the Coordinator of Energy referred to in the		
6	Energy Coordination Act 1994 section 4;		
7	covered network means network infrastructure facilities that —		
8	(a) were covered by the Code immediately before the day		
9	on which the <i>Electricity Industry Amendment Act</i> 2020		
10	section 4(3) comes into operation and that have not		
11 I	ceased to be a covered network; or		
12	(b) the Minister has decided under the <u>electricity system and</u>		
13	market rules Code are to be a covered network and that		
14	have not ceased to be a covered network; or		
15	(c) are prescribed in the Pilbara Networks Access Code		
16	under section 120B(a) to be a covered Pilbara network		
17	and that have not ceased to be so prescribed; or		
18	(d) a network service provider has opted, under the Pilbara		
19	Networks Access Code, to be regulated under Part 8A		
20	and that —		
21	(i) have not ceased to be so regulated under that		
22	code as a consequence of an option by the		
23	network service provider for the facilities to		
24	cease to be so regulated; or		
25	(ii) have not otherwise ceased to be a covered		
26	network;		
27	covered Pilbara network means a covered network that is		
28	located wholly or partly in the Pilbara region;		
29	customer means a person to whom electricity is sold for the		
30	purpose of consumption;		
31	distribution licence means a licence with the classification		
32	described in section $4(1)(c)$;		
33	distribution system means electricity infrastructure used, or to		
34	be used, for, or in connection with, or to control, the		

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1 2	transportation of electricity at nominal voltages that are of less than 66 kV the voltage prescribed by regulation;
3	electricity includes electrical energy of any kind however produced, stored, transported or consumed;
5	electricity corporation means —
6	(a) the Electricity Generation and Retail Corporation; or
7	(b) the Electricity Networks Corporation; or
8	(c) the Regional Power Corporation;
9 10	Electricity Generation and Retail Corporation has the meaning given in the Electricity Corporations Act 2005 section 3(1);
11	electricity infrastructure —
12 13 14	(a) means wires, apparatus, equipment, plant or buildings used, or to be used, for, or in connection with, or to control, the transportation of electricity; and
15 16 17 18 19	(b) includes electrical equipment used, or to be used, to transfer electricity to or from an electricity network at the relevant point of connection including any transformers or switchgear at the relevant point or that is installed to support, or to provide backup to, that electrical equipment as is necessary for that transfer;
21	electricity network means a distribution system or a
22	transmission system;
23	Electricity Networks Corporation means the body established
24	by the <i>Electricity Corporations Act 2005</i> section 4(1)(b);
25	electricity system and market rules has the meaning given in
26	section 123(1);
27	energy data means information and documents relating to any
28	of the following —
29	(a) electricity services;
30	(b) network services;
31	(c) electricity generation;
32	(d) electricity consumption;

1	(e) suppliers of electricity, electricity services and network
2	services;
3	(f) consumers of electricity and electricity services, in
4	relation to that consumption;
5	generating works means any wires, apparatus, equipment, plant
6	or buildings used, or to be used, for, or in connection with, or to
7	control, the generation of electricity;
8 9	generation licence means a licence with the classification described in section 4(1)(a);
10	integrated regional licence means a licence with the
11	classification described in section 4(1)(e);
12	licence means —
13	(a) a generation licence; or
14	(b) a transmission licence; or
15	(c) a distribution licence; or
16	(d) a retail licence; or
17	(e) an integrated regional licence;
18	licence area means the area or areas designated in a licence
19	under section 5;
20	licensee means the holder of a licence and includes any
21	transferee of a licence under section 18;
22	network infrastructure facilities —
23	(a) means electricity infrastructure used, or to be used, for
24	the purpose of transporting electricity from generators of
25	electricity to other electricity infrastructure or to end users of electricity; and
26	
27	(b) includes stand-alone power systems, or storage works, used, or to be used, as an adjunct to electricity
28	infrastructure;
30	operate, in relation to generating works, a transmission system,
31	or a distribution system, includes —
32	(a) to maintain the works or system; and

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1 2	(b) to make any modifications necessary or desirable for the operation of the works or system;
3 4	<i>Pilbara network</i> means network infrastructure facilities that are located wholly or partly in the Pilbara region;
5 6 7	<i>Pilbara Networks Access Code</i> means the Pilbara Networks Access Code for the time being in force under Part 8A Division 2;
8 9	Pilbara networks rules means the Pilbara networks rules for the time being in force under Part 8A Division 3;
10 11	Pilbara region means the Pilbara region defined in the <i>Regional Development Commissions Act 1993</i> Schedule 1;
12 13 14	quality, in relation to an electricity system or the supply of electricity, means the compliance of the system or supply with any technical requirements of the electricity system and market rules;
16 17	Regional Power Corporation means the body established by the <i>Electricity Corporations Act 2005</i> section 4(1)(d);
18 19 20 21	reliability, in relation to an electricity system or the supply of electricity, means the ability of the electricity system or supply to deliver electricity in the quantity and quality demanded by customers;
22 23	retail licence means a licence with the classification described in section 4(1)(d);
24 25 26 27	safety, in relation to the supply of electricity or the operation of an electricity system, means the supply of electricity or the operation of the electricity system without risk of injury to persons or property:
28 29 30 31	security, in relation to the supply of electricity or the operation of an electricity system, includes the ability of the supply or electricity system to withstand disruption or disturbance or changed circumstances of the supply;
32	services means —
33 34	(a) the transport of electricity, and other services, provided by means of network infrastructure facilities; and

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1	(b) services ancillary to those services;
2	South West interconnected system means the interconnected
3	transmission and distribution systems, generating works and
4	associated works —
5	(a) located in the South West of the State and extending
6	generally between Kalbarri, Albany and Kalgoorlie; and
7	(b) into which electricity is supplied by —
8	(i) one or more of the electricity generation plants at
9	Kwinana, Muja, Collie and Pinjar; or
10	(ii) any prescribed electricity generation plant;
11	stand-alone power system means wires, apparatus, equipment,
12	plant or buildings (including generating works, a distribution
13	system and any storage works) —
14	(a) which together are used, or to be used, for, or in
15	connection with, or to control, the supply of electricity
16 17	to a single customer or not more than a prescribed number of customers; and
18	(b) which are not connected to another electricity network
19	(other than that of the customer or customers);
20	State electricity objective has the meaning given in
21	section 3A(2);
22	storage activity means an activity comprising all of the
23	following —
24	(a) receiving energy in the form of electricity;
25	(b) storing the received energy in any form;
26	(c) discharging the stored energy in the form of electricity;
27	storage works means any wires, apparatus, equipment, plant or
28	buildings used, or to be used, for, or in connection with, or to
29	control, a storage activity;
30	subsidiary, in relation to an electricity corporation, has the
31	meaning given to that term in the <i>Electricity Corporations</i>
32	Act 2005 section 3(1);

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1		supply means to do any one or more of the following —
2		(a) generate;
3		(b) transport through a transmission system;
4		(c) transport through a distribution system;
5		(d) sell;
6 7		<i>transmission licence</i> means a licence with the classification described in section 4(1)(b);
8 9 10 11		transmission system means electricity infrastructure used, or to be used, for, or in connection with, or to control, the transportation of electricity at nominal voltages equal to or higher than the voltage of 66 kV or higher prescribed by regulations.
13 14 15 16	(2)	In this Act, a reference to the regulation of a covered network under Part 8 or 8A, or of a covered Pilbara network under Part 8A, is a reference to access to the services of that network being regulated under that Part.
17 18		[Section 3 amended: No. 18 of 2005 s. 139; No. 16 of 2009 s. 57; No. 25 of 2013 s. 39(2) and (3); No. 9 of 2020 s. 4.]
19	3A.	State electricity objective
20	(1)	In this section —
21		electricity services —
22		(a) means services that are necessary or incidental to the
23		supply of electricity to consumers of electricity; and
24		(b) includes—
25		(i) the production of electricity; and
26		(ii) services provided by means of, or in connection
27		with, an electricity network; and
28		(iii) the sale of electricity

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1	(2) The <u>State electricity objective</u> is to promote efficient investment
2	in, and efficient operation and use of, electricity services for the
3	<u>long-term interests of consumers of electricity in relation to —</u>
4	(a) the quality, safety, security and reliability of supply of
5	electricity; and
6	(b) the price of electricity; and
7	(c) the environment, including reducing greenhouse gas
8	emissions.
9	(3) The Minister, the Authority, the Coordinator and the
10	Board must have regard to the State electricity objective in
11	carrying out a function under this Act.
12	(4) For the purposes of subsection (2), the Minister, the Authority,
13	the Coordinator or the Board may give the weight to any aspect
14	of the State electricity objective that the Minister, the Authority
15	the Coordinator or the Board considers appropriate in all the
16	<u>circumstances.</u>

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Part 2 —	Licensing	of	electricity	supp	lv
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2		Division 1	— Licence classification and area
3	4. Cl	assification	of licences
4	(1) Lie	cences are c	lassified as follows —
5	((a) genera	tion, which authorises the licensee —
6 7		(i)	to construct and operate one or more generating works; or
8		(ii)	to operate one or more existing generating works;
10	(b) transm	ission, which authorises the licensee —
11 12		(i)	to construct and operate one or more transmission systems; or
13 14		(ii)	to operate one or more existing transmission systems;
15	((c) distrib	ution, which authorises the licensee —
16 17		(i)	to construct and operate one or more distribution systems; or
18 19		(ii)	to operate one or more existing distribution systems;
20 21	(d) retail, custom	which authorises the licensee to sell electricity to ners;
22	((e) integra	ted regional, which authorises the licensee to
23			out one or more of the activities described in
24		-	aphs (a) to (d) for the purpose of supplying city to customers otherwise than through the
25 26			West interconnected system.
27 28			t be designated by reference to one of the referred to in subsection (1).

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Part 2 Licensing of electricity supply
Division 2 Licensing requirements

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5. Licence area 1 (1) A licence must be designated to apply to one or more areas of 2 the State specified in the licence. 3 If 2 or more areas are specified in a licence those areas need not (2) 4 be contiguous. 5 **Division 2** — Licensing requirements 6 **6.** Licensing extends to statutory providers 7 The requirements of this Division apply to a person despite the 8 fact that the person, in supplying electricity, is performing a 9 function that — 10 is authorised or provided for by or under a written law; (a) 11 12 (b) has been approved under a written law. 13 7. **Requirement for licence** 14 A person must not construct or operate generating works except (1) 15 under the authority of a generation licence or an integrated 16 regional licence. 17 (2) A person must not construct or operate a transmission system 18 except under the authority of a transmission licence or an 19 integrated regional licence. 20 A person must not construct or operate a distribution system (3) 21 except under the authority of a distribution licence or an 22 integrated regional licence. 23 A person must not sell electricity to customers except under the 24 authority of a retail licence or an integrated regional licence. 25 A person does not commit an offence under subsection (1), (2) 26

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or (3) if the generating works, transmission system or

1		distribution system concerned is or are used, or to be used, solely for the supply of electricity for consumption by —
3 4		(a) the person who owns, controls or operates the works or system; or
5 6 7 8		(b) if the person referred to in paragraph (a) is a body corporate, a related body corporate (as defined in the <i>Corporations Act 2001</i> of the Commonwealth section 9) of the person; or
9 10 11		(c) a person who is in partnership with, or is a participant in a joint venture arrangement with, the person referred to in paragraph (a) in relation to that supply.
12 13 14 15 16	(6)	A person does not commit an offence under subsection (4) if the person is the holder of a generation licence and the electricity is sold solely for consumption by another person on the premises on which generating works to which the licence applies are located.
17 18		Penalty applicable to this section: \$100 000. Daily penalty applicable to this section: \$5 000.
19	8.	Power to exempt
20 21 22	(1)	The Governor may by order published in the <i>Gazette</i> exempt any person or class of persons from all or any of the provisions of section 7(1) to (4).
23 24 25	(2)	An order under subsection (1) may provide for circumstances in which, and conditions subject to which, an exemption is to apply.
26 27	(3)	An exemption is of no effect at any time when a condition to which it is subject is not being observed.
28 29 30	(4)	The Governor must not make an order under subsection (1) unless he or she is satisfied that it would not be contrary to the public interest to do so.
31 32	(5)	Without limiting the other matters that may be taken into account, matters that are to be taken into account by the

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1	Governor in determining whether the making of the order would
2	not be contrary to the public interest are —

- (a) environmental considerations;
- (b) social welfare and equity considerations, including community service obligations;
- (c) economic and regional development, including employment and investment growth;
- (d) the interests of customers generally or of a class of customers;
- (e) the interests of any licensee, or applicant for a licence, in respect of the area or areas to which the order, if made, would apply;
- (f) the importance of competition in electricity industry markets;
- (g) the policy objectives of government in relation to the supply of electricity.
- (6) The *Interpretation Act 1984* section 43(4) and (7) to (9) apply to an order under subsection (1) as if the order were subsidiary legislation.

Division 3 — General licensing provisions

9. Authority to consider public interest

- (1) The Authority must not exercise a power conferred by this Division unless the Authority is satisfied that it would not be contrary to the public interest to do so.
- (2) Without limiting the other matters that may be taken into account, the Authority, in determining whether the exercise of the power would not be contrary to the public interest, is to take into account the matters referred to in section 8(5) but as if the area or areas referred to in section 8(5)(e) were the area or areas to which the licence in respect of which the power is exercised applies.

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1	10.	Application for licence
2	(1)	An application for a licence must be —
3		(a) made in a form approved by the Authority; and
4		(b) accompanied by the prescribed application fee.
5 6 7	(2)	An applicant must provide any additional information that the Authority may require for the proper consideration of the application.
8	11.	Authority may determine licence terms and conditions
9 10	(1)	A licence is subject to any terms and conditions that are determined by the Authority.
11 12 13	(2)	Without limiting subsection (1), terms and conditions determined under that subsection may include provisions relating to any matter provided for by Schedule 1.
14	(3)	The terms and conditions of licences that —
15		(a) have the same classification under section 4; and
16 17		(b) have the same licence area or licence areas that overlap to a significant extent,
18 19		must be substantially similar, except to the extent that the Authority considers that —
20 21		(c) it is not practicable to make them substantially similar; or
22 23		(d) a difference is necessary to reflect particular supply circumstances.
24 25	(4)	Terms and conditions determined under subsection (1) must not be inconsistent with —
26 27		(a) any other terms and conditions provided for in this Act or the regulations that apply to the licence; or
28		(b) the <u>electricity system and market rules</u> Code; or

Part 2 Licensing of electricity supply
Division 3 General licensing provisions
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1		(ba) in the case of a licence that relates to a Pilbara network —
3		(i) the Pilbara Networks Access Code, if the network is regulated under Part 8A; and
5 6		(ii) the Pilbara networks rules, if they apply to the network;
7		or
8 9		(c) regulations made under the <i>Electricity Act 1945</i> section 32.
10		[Section 11 amended: No. 9 of 2020 s. 5.]
11	12.	Regulations as to licence terms and conditions
12 13		The regulations may prescribe terms and conditions that are to be taken to be included in —
14		(a) every licence; or
15		(b) every licence of a prescribed class; or
16 17		 (c) a licence held by an electricity corporation or a subsidiary of an electricity corporation.
18		[Section 12 amended: No. 18 of 2005 s. 139.]
19	13.	Licence condition: performance audit
20 21 22 23 24	(1)	It is a condition of every licence that the licensee must, not less than once in every period of 24 months (or any longer period that the Authority allows) calculated from the grant of the licence, provide the Authority with a performance audit conducted by an independent expert acceptable to the Authority.
25 26 27	(2)	A performance audit is an audit of the effectiveness of measures taken by the licensee to meet the performance criteria specified in the licence.
28 29	(3)	The Authority must give the Minister a report on each performance audit within 2 months after its receipt of the audit.

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14. Licence condition: asset management system	n
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- 2 (1) It is a condition of every licence, other than a retail licence, that the licensee must
 - (a) provide for an asset management system in respect of the licensee's assets; and
 - (b) notify details of the system and any substantial changes to it to the Authority; and
 - (c) not less than once in every period of 24 months (or any longer period that the Authority allows) calculated from the grant of the licence, provide the Authority with a report by an independent expert acceptable to the Authority as to the effectiveness of the system.
 - (2) An asset management system is to set out measures that are to be taken by the licensee for the proper maintenance of assets used in the supply of electricity and in the operation of, and, where relevant, the construction of, any generating works, transmission system or distribution system.

18 **Duration of licence**

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- 19 (1) The Authority may grant or renew a retail licence for any period not exceeding 15 years that the Authority considers appropriate.
 - (2) The Authority may grant or renew a licence other than a retail licence for any period not exceeding 30 years that the Authority considers appropriate.

16. Renewal of licence

- (1) An application for the renewal of a licence must be
 - (a) made in a form approved by the Authority; and
 - (b) accompanied by the prescribed application fee.
- (2) An applicant must provide any additional information that the Authority may require for the proper consideration of the application.

1	17.	Licence fees
2	(1)	A licensee must pay to the Authority the prescribed licence fee —
4 5		(a) within one month after the day of grant or renewal of the licence; and
6 7		(b) within one month after each anniversary of that day during the term of the licence.
8 9	(2)	The regulations may prescribe different licence fees for each of the classifications referred to in section 4.
10 11 12	(3)	The Authority may recover any outstanding licence fee in a court of competent jurisdiction as a debt due by the licensee to the State.
13	18.	Transfer of licence
14 15	(1)	A licence cannot be transferred except with the approval of the Authority.
16 17	(2)	Approval for the purposes of subsection (1) may be given on such terms and conditions as are determined by the Authority.
18 19 20	(3)	An application for approval to transfer a licence must be— (a) made in a form approved by the Authority; and (b) accompanied by the prescribed application fee.
21 22 23	(4)	An applicant must provide any additional information that the Authority may require for the proper consideration of the application.
24	19.	Decisions as to grant, renewal or transfer of licence
25 26	(1)	Subject to section 9, the Authority must grant, renew or approve the transfer of a licence if it is satisfied that the applicant —
27		(a) has, and is likely to retain; or

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1 2		(b) will acquire within a reasonable time after the grant, renewal or transfer, and is then likely to retain,
3		the financial and technical resources to undertake the activities authorised, or to be authorised, by the licence.
5 6	(2)	The Authority must take all reasonable steps to make a decision in respect of an application for —
7		(a) the grant or renewal of a licence; or
8		(b) approval to transfer a licence,
9		within 90 days after the application is made.
10 11	(3)	The duties imposed on the Authority by subsections (1) and (2) apply only if —
12 13		(a) an application has been made in accordance with section 10, 16 or 18, as the case may be; and
14 15		(b) section 50 or 100 does not prohibit the grant or renewal of the licence or the approval of the transfer; and
16 17 18		(c) where a requirement has been made under section 10(2), 16(2) or 18(4), the relevant information has been provided to the Authority.
19	20.	Other laws not affected
20 21 22		The grant, renewal or transfer of a licence does not affect the licensee's obligations to comply with any other written law in relation to the matters covered by the licence.
23	21.	Amendment of licence on application of licensee
24 25	(1)	A licensee may apply to the Authority at any time for amendment of the licence.
26	(2)	An application for the amendment of a licence must be —
27		(a) made in a form approved by the Authority; and
28		(b) accompanied by the prescribed application fee.

Part 2 Licensing of electricity supply
Division 3 General licensing provisions
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1 2 3	(3)	An applicant must provide any additional information that the Authority may require for the proper consideration of the application.
4	(4)	The Authority may grant the application if —
5		(a) it has been made in accordance with subsection (2); and
6		(b) where a requirement has been made under
7		subsection (3), the relevant information has been provided to the Authority.
9	22.	Amendment of licence on initiative of Authority
10 11	(1)	The Authority may, on its own initiative, determine that a licence is to be amended.
12 13 14 15	(2)	A licence must specify the procedure to be followed in making such a determination, including the manner in which an amendment is to be notified to the licensee, and the determination may only be made in accordance with that procedure.
17 18 19	(3)	An amendment under this section cannot take effect until it is notified to the licensee under the procedure referred to in subsection (2).
20 21 22	(4)	This section applies to the substitution of a new licence for an existing licence in the same way as it applies to the amendment of a licence.
23	23.	Notice of decisions
24	(1)	The Authority must ensure that notice of the grant, renewal,
25		transfer or amendment of a licence is published in the Gazette as
26 27		soon as is practicable after the grant, renewal, transfer or amendment.
28	(2)	The notice must include —
29	(-)	(a) the date of the grant, renewal, transfer or amendment;

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(b)

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the name and business address of the licensee; and

1		(c) the term of the licence; and
2		(d) a description of the licence area; and
3		(e) in the case of an amendment, details of the amendment; and
5 6		(f) the place where a copy of the licence and any plan may be inspected under section 24; and
7		(g) the Authority's website address.
8 9 10 11	(3)	The Authority must ensure that written notice of a decision to refuse to grant, renew, or approve the transfer of, a licence, together with a statement of the reasons for the decision, is given to the applicant within 14 days after the decision is made.
12 13	24.	[Section 23 amended: No. 9 of 2020 s. 6.] Licences to be available for inspection
14 15 16 17		The Authority must make available for public inspection at the Authority's office during normal office hours and on the Authority's website — (a) a copy of every licence in force from time to time; and
18 19		(b) if any licence area is specified by reference to a plan, a copy of the plan.
20		[Section 24 amended: No. 9 of 2020 s. 6.]
21	25.	Regulations about public consultation
22 23 24 25 26		The regulations may require the Authority, before it makes a decision on any application for the grant, renewal, transfer or amendment of a licence under this Division, to undertake public consultation in accordance with the procedure specified in the regulations.
27		Division 4 — Exclusive licences
28	26.	Regulations may authorise an exclusive licence
29 30	(1)	The Governor may, on the recommendation of the Minister, make regulations designating one or more areas of the State as

1 2		an area in respect of which an exclusive licence may be granted for a specified period.
3	(2)	If 2 or more areas are designated under subsection (1) those areas need not be contiguous.
5 6	(3)	The specified period (the <i>period of exclusivity</i>) is not to exceed 10 years.
7	27.	Requirements for regulations
8 9	(1)	The Minister may, under section 26, recommend the making of regulations only if he or she considers that —
10 11 12 13		(a) without the grant of an exclusive licence of that kind in respect of the area during the period of exclusivity there will be no supply of electricity, or a limited supply, in the area during that period; and
14 15 16		(b) it is not contrary to the public interest that an exclusive licence of that kind have effect in respect of the area during the period of exclusivity; and
17 18 19		(c) the regulations will provide for an open and competitive tender process to be carried out to determine the person to whom the licence must be granted.
20 21 22 23 24	(2)	Without limiting the other matters that may be taken into account, for the purposes of subsection (1)(b), the Minister is to take into account the matters referred to in section 8(5) but as if the area or areas referred to in section 8(5)(e) were the area referred to in subsection (1)(b).
25	(3)	Regulations made under section 26 —
26 27		(a) are to set out the requirements to be observed before an application for an exclusive licence may be made; and
28 29 30		(b) are to set out the requirements to be observed, in addition to the other provisions of this Part, before an exclusive licence may be granted; and

Licensing of electricity supply Exclusive licences

Part 2 Division 4

s. 28

1 2 3		(c) may provide for the terms and conditions of an exclusive licence in addition to those otherwise provided for by this Part.
4	28.	Application for and grant of licence
5 6 7 8	(1)	An application for an exclusive licence may only be made if the Minister has determined that he or she is satisfied that all of the requirements of the regulations to be observed before such an application may be made have been complied with.
9 10 11 12 13	(2)	Despite section 19, an exclusive licence may only be granted by the Authority under that section if the Minister has determined that he or she is satisfied that all of the requirements of the regulations relevant to the grant of the licence have been observed.
14 15	(3)	A determination under subsection (1) or (2) is to be made by instrument published in the <i>Gazette</i> .
16	29.	Prohibition of further licences
17		If —
18 19 20 21		(a) an exclusive licence is granted in respect of an area in accordance with regulations made under section 26; and(b) the licence is not cancelled under section 35 or surrendered,
22 23 24		no other person is to be granted a licence of the same kind to have effect in respect of that area during the period of exclusivity.
25	30.	Trade practices authorisation
26 27		For the purposes of the <i>Competition and Consumer Act 2010</i> (Commonwealth) and the Competition Code —
28 29		(a) the grant of an exclusive licence as provided by regulations made under section 26; and

faith;

or

subsection (1).

otherwise.

This section is in addition to —

officer or employee of the licensee; or

an agreement to which the licensee is a party provides

any powers that the licensee has under the *Electricity*

Act 1945 or the Electricity Corporations Act 2005 in

A licensee must take reasonable steps to minimise the extent or

duration of any interruption, suspension or restriction under

an act or omission of the licensee or an officer or

employee of the licensee done or made in bad

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Licensing of electricity supply

Part 2

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1		relation to the interruption, suspension or restriction of the supply of electricity; and
3 4 5 6		(b) the provisions of the <i>Energy Operators (Powers)</i> Act 1979 sections 48 and 57 if those provisions are prescribed provisions (as defined in section 45(1)) in respect of the licensee; and
7 8		(c) any contractual rights that the licensee may have to interrupt, suspend or restrict the supply of electricity,
9		and does not limit those powers, provisions or rights.
10		[Section 31 amended: No. 18 of 2005 s. 139.]
11		Division 6 — Enforcement
12	32.	Failure to comply with licence
13 14 15 16	(1)	If, in the opinion of the Authority, a licensee contravenes a licence, the Authority may cause a notice to be served on the licensee requiring the licensee to rectify the contravention within a specified period.
17 18 19	(2)	If, in the opinion of the Authority, a licensee fails to comply with a notice under subsection (1), the Authority may, subject to section 33, do one or more of the following —
20		(a) serve a letter of reprimand on the licensee;
21 22		(b) order the licensee to pay a monetary penalty fixed by the Authority but not exceeding \$100 000;
23 24		(c) cause the contravention to be rectified to the satisfaction of the Authority.
25 26 27	(3)	Persons authorised by the Authority in writing may enter any premises and do all things that are necessary for the purposes of subsection (2)(c).
28	(4)	The Authority may recover —
29		(a) a penalty imposed under subsection (2)(b); or

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Enforcement

Part 2 Division 6

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of the Commonwealth section 9; or

in the case of a company, is an externally-administered body corporate as defined in the *Corporations Act 2001*

Part 2

Division 6

s. 35

1 2 3 4		(d) has within a period of 24 months been convicted of more than 3 offences for which the prescribed punishment is a fine of \$10 000 or more or imprisonment for 12 months or more.
5 6	(2)	For the purposes of subsection (1)(a) a licensee is in default if the Governor is satisfied that —
7 8		(a) the licensee has failed to comply with a term or condition of the licence; and
9 10		(b) the failure is material in terms of the operation of the licence as a whole; and
11 12 13		(c) the Minister has given to the licensee written notice of the failure and the fact that in the Minister's opinion paragraph (b) applies to it; and
14 15 16		(d) the licensee has not, within the time specified in the notice, either remedied the failure or shown cause why the licence should not be cancelled.
17 18	(3)	If a licence is cancelled under this section the Authority must ensure that notice of the cancellation is published in the <i>Gazette</i>
19 20	(4)	Regulations may be made under section 131 providing, in the event of a licence being cancelled, for —
21 22 23 24		(a) the vesting of assets, rights and interests of the former licensee in a person (including the Minister as a corporation) for the purpose of enabling electricity to be supplied after the cancellation; and
25		(b) the conferral of powers and duties for that purpose; and
26		(c) the discharge or assignment of liabilities; and
27		(d) the disposal of property; and
28 29 30		(e) all matters that are necessary or convenient for dealing with the consequences of the cancellation and the vesting referred to in paragraph (a).

Part 2 Licensing of electricity supply

Division 6 Enforcement

s. 36

1	(5)	lf —
2		(a) a licence other than a retail licence is cancelled under this section; and
4 5		(b) regulations of the kind referred to in subsection (4)(a) are made,
6 7 8 9		Division 8 applies, with all necessary changes, for the purpose of enabling electricity to be supplied after the cancellation, as if references in that Division to a licensee were references to the person in whom the assets, rights and interests of the former licensee are vested under the regulations.
11	36.	Duty to leave system in safe condition
12 13	(1)	Following the cancellation of a licence under section 35, the former licensee —
14 15 16 17		(a) must ensure that any generating works, transmission system or distribution system constructed or operated by the former licensee under the licence is left in a safe condition; and
18 19		(b) is not to remove any part of the works or system except with the approval of the Minister.
20 21 22	(2)	If, in the opinion of the Minister, a former licensee contravenes subsection (1), the Minister may cause the contravention to be rectified to the satisfaction of the Minister.
23 24 25	(3)	Persons authorised by the Minister may enter any land or premises and do all things that are necessary for the purposes of subsection (2).
26 27 28	(4)	The Minister may recover the costs and expenses of any action taken under subsection (2) in a court of competent jurisdiction as a debt due by the former licensee to the State.

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Administration and monitoring of licensing scheme and issue of codes

Division 7

s. 37

1 2	Div	vision 7 — Administration and monitoring of licensing scheme and issue of codes
3		[Heading amended: No. 33 of 2004 s. 28.]
4	37.	Authority to administer licensing scheme
5 6		It is a function of the Authority to administer the licensing scheme provided for in this Part.
7	38.	Authority to monitor licensing scheme and licence compliance
9		It is a function of the Authority —
10 11		(a) to monitor and report to the Minister on the operation of the licensing scheme provided for in this Part; and
12 13 14		(b) to inform the Minister about any failure by a licensee to meet performance criteria or other requirements of its licence.
15	39.	Authority may issue codes
16 17 18	(1)	Subject to subsection (2b), the Authority may prepare and issue a code or codes in respect of the matters referred to in subsection (2).
19 20	(2)	A code may make provision for and in relation to any one or more of the following —
21		(b) the transfer of customers between licensees;
22 23		 methods or principles to be applied by licensees in the preparation of accounts for customers;
24		(d) standards relating to the quality and reliability of the
25 26 27		supply of electricity that are to be observed by the holders of transmission licences, distribution licences or integrated regional licences;
28 29		(da) compensation payments to be made to customers by the Electricity Networks Corporation or the Regional Power

DIVISION	of codes
s. 39	
	Corporation, as the case requires, if the corporation fails to observe standards referred to in paragraph (d);
	(e) any other matter prescribed by the regulations.
(2a)	If the Authority has not prepared and issued a code in respect of a code matter the Minister may —
	(a) prepare and issue a code in respect of that code matter; or
	(b) by notice published in the <i>Government Gazette</i> , declare that the Minister proposes to prepare and issue a code in respect of that code matter.
(2b)	If—
	(a) a code prepared and issued by the Minister; or
	(b) a declaration under subsection (2a)(b),
	is in force in respect of a code matter, the Authority cannot issue a code in respect of that code matter.
(2c)	In subsections (2a) and (2b) —
	code matter means —
	(a) the matter mentioned in subsection (2)(a); or
	(b) the matter mentioned in subsection (2)(b); or
	(c) the matter mentioned in subsection (2)(d); or
	(ca) the matter mentioned in subsection (2)(da); or
	(d) a matter referred to in subsection (2)(e).
(3)	A code is subsidiary legislation for the purposes of the <i>Interpretation Act 1984</i> .
(4)	A provision of a code is of no effect to the extent that it is inconsistent with a provision of this Act or another written law.

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Part 2

Division 7

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Administration and monitoring of licensing scheme and issue of codes

Division 7

s. 39A

1 2 3	(5)	The regulations may require the Authority, before it issues a code, to undertake public consultation in accordance with the procedure specified in the regulations.
4 5		[Section 39 amended: No. 33 of 2004 s. 29; No. 18 of 2005 s. 139.]
6 7	39A.	Review of code standards applying to Regional Power Corporation
8	(1)	In this section —
9 10		access arrangement has the meaning given to that term in section 103;
11		relevant day means —
12 13		(a) for the first review, the day referred to in subsection (3); and
14 15		(b) for a subsequent review, the day referred to in subsection (4);
16 17 18		RPC standards means requirements and standards referred to in referred to in section 124A39(12)(ed) that relate to section 124A(a) or (c) and that—
19 20		(a) are to be observed by the Regional Power Corporation; and
21 22 23		(b) are provided for in a code prepared and issued by the Minister under section 39the electricity system and market rules;
24 25 26		service standards means standards relating to the quality. security and and reliability of the supply of electricity that are provided for in an access arrangement.
27 28	(2)	The Authority is to carry out reviews of the operation and effect of the RPC standards.
29 30 31	(3)	The first review is to be carried out as soon as is practicable after the day on which the first access arrangement in respect of the South West interconnected system is approved under Part 8.

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1 2 3	(11)	The Minister, by order published in the <i>Gazette</i> , is to fix a period for subsequent reviews for the purposes of subsection (4).
4 5 6 7	(12)	A period fixed under subsection (11) cannot be longer than 5 years after the day on which a notice in respect of the last preceding report under this section was published under subsection (10)(b)(i).
8	(13)	The Minister, by order published in the <i>Gazette</i> , may —
9		(a) amend an order made under subsection (11); or
10 11		(b) revoke an order made under subsection (11) and replace it with another order.
12 13		[Section 39A inserted: No. 18 of 2005 s. 139; amended: No. 9 of 2020 s. 8.]
14		Division 8 — Powers in relation to land
15	40.	Power of public authority to grant certain interests
16	(1)	In this section —
17		public authority means —
18		(a) a Minister of the Crown; or
19 20		(b) an agency, authority or instrumentality of the Crown in right of the State or a local government; or
21 22 23 24		(c) a body, whether corporate or unincorporate, that is established or continued for a public purpose by or under a written law and prescribed for the purposes of this definition;
25 26 27 28 29	6	relevant interest means a lease, easement, licence or other authority necessary or expedient to enable the licensee to construct, alter, operate or maintain generating works, a transmission system or a distribution system, as the case may be.
30	(2)	A public authority may grant to a licensee, on such terms and

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conditions as are agreed between the authority and the licensee,

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a relevant interest in respect of land held by the public authority in fee simple.

41. Taking of interest or easement for purposes of licence

- (1) For the purpose of enabling a licensee to supply electricity as authorised by a licence, an interest in land or easement over land may be taken under the *Land Administration Act 1997*Part 9 as if for a public work within the meaning of that Act.
 - (2) The power conferred by subsection (1) may only be exercised on the recommendation of the Minister administering this Act.
 - (3) If in the opinion of the Minister administering this Act an interest in land or easement over land is appropriate to a licensee's needs in respect of
 - (a) generating works; or
 - (b) a transmission system operating at 200 kV or higher; or
 - (c) any other electricity transmission system of a kind prescribed for the purposes of this subsection,

that Minister is to advise the licensee of that opinion and the licensee is required to acquire that interest in land or easement over land where practicable by agreement but otherwise by taking it under the *Land Administration Act 1997* Part 9 as if for a public work within the meaning of that Act.

- (4) The requirement imposed by subsection (3) applies to a licensee even if the provisions of sections 28(3)(c) and 46 of the *Energy Operators (Powers) Act 1979*, or any of those provisions, are prescribed provisions as defined in section 45(1).
- (5) The requirement imposed by subsection (3) does not extend to land that is vested in, or otherwise occupied or managed by or on behalf of, the Crown or a public authority as defined in section 40(1).

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1 2	(6)	Any costs and expenses incurred in the taking of an interest or easement under this section —
3		(a) are to be paid by the licensee; and
4 5		(b) may be recovered in a court of competent jurisdiction as a debt due by the licensee to the State.
6 7 8	(7)	For the purposes of this section a reference to an interest in land in the <i>Land Administration Act 1997</i> Part 9 includes an easement over land.
9	42.	Vesting of interest or easement
10 11 12	(1)	Despite anything in the <i>Land Administration Act</i> 1997 Part 9, or the taking of an interest in land or easement over land under section 41, the interest or easement vests in the licensee.
13 14 15	(2)	The Land Administration Act 1997 Part 9 applies, with all necessary changes, in relation to the recording or registering of an interest or easement taken under section 41.
16	43.	Proceedings and liability
17 18 19	(1)	Proceedings in respect of compensation, or otherwise for the purpose of complying with the <i>Land Administration Act 1997</i> Parts 9 and 10, may be taken against the licensee.
20 21	(2)	The licensee is liable in respect of the taking of an interest in land or easement over land under section 41 to the same extent

44. Easements in gross

a public work.

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An easement may be taken under section 41 without there being a dominant tenement and there may be made appurtenant or annexed to any such easement another easement or the benefit of a restriction as to the user of the land.

as the Minister administering the Land Administration Act 1997

would have been liable if the taking had been for the purpose of

(3)

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Division 9 — Extension of Energy Operators (Powers) Act 1979 1 to licensees 2 **45.** Extension of certain provisions of *Energy Operators (Powers)* 3 Act 1979 4 (1) A reference to an energy operator in a provision of the *Energy* 5 Operators (Powers) Act 1979 that is prescribed in the 6 regulations (a *prescribed provision*) includes a licensee if the 7 regulations provide that the provision is prescribed in respect of 8 the licensee or a class of licensees to which the licensee 9 belongs. 10 (2) Regulations made for the purposes of this section may -11 restrict the operation of, or add a further requirement to, 12 a prescribed provision in relation to a licensee or class of 13 licensees; or 14 (b) impose conditions or restrictions on the doing of any 15 thing authorised by a prescribed provision by a licensee 16 or a member of a class of licensees: or 17 prohibit a licensee or a member of a class of licensees (c) 18 from doing any thing authorised by a prescribed 19 provision; or 20 require a consent or approval to be obtained for the (d) 21 doing of, or the manner of doing, any thing authorised 22 by a prescribed provision. 23

sections 28(3)(e) and 45(4) to (16) in respect of a licensee other than a relevant corporation.

(4) If the provisions of the *Energy Operators (Powers) Act 1979*referred to in subsection (3) are prescribed provisions in respect

Regulations made for the purposes of this section are not to

prescribe the Energy Operators (Powers) Act 1979

referred to in subsection (3) are prescribed provisions in respect of a relevant corporation, Division 8 does not apply to the corporation.

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Division 10 s. 46

1	(5)	In this section —
2 3 4		<i>licensee</i> includes any person in whom the assets, rights and interests of a former licensee are vested under regulations referred to in section 35(4);
5		relevant corporation means —
6		(a) the Electricity Networks Corporation; or
7		(b) the Regional Power Corporation; or
8		(c) a subsidiary of a corporation mentioned in paragraph (a) or (b).
10		[Section 45 amended: No. 18 of 2005 s. 139.]
11		Division 10 — Transitional provision
12	46.	Transitional provision for existing operators
13	(1)	In this section —
14 15		commencement day means the day on which this Part comes into operation;
16 17 18 19		<i>Western Power Corporation</i> means the body corporate that was the corporation under the <i>Electricity Corporation Act 1994</i> ¹ section 4 before that section was repealed by the <i>Electricity Corporations Act 2005</i> Schedule 5 clause 11 ³ .
20 21 22 23	(2)	This section applies to every person (an <i>existing operator</i>) who immediately before the commencement day was undertaking any activity that, after that day, is required to be licensed under section 7.
24 25 26	(3)	An existing operator who wishes to apply for a licence in respect of an activity referred to in subsection (2) must do so within 12 months after the commencement day.
27 28	(4)	An existing operator is to be treated as if the person were the holder of the relevant licence —
29 30		(a) until the expiry of 18 months after the commencement day; or

Part 2 Licensing of electricity supply
Division 10 Transitional provision
s. 46

1		(b)	until -	_
2			(i)	a licence of that kind is granted to the person or
3				is refused; and
4			(ii)	in the case of a refusal, the time for an
5				application for review of the decision under
6				section 130 expires without an application being
7				made or an application is made but is
8				unsuccessful,
9		which	ever ha	ppens first.
0	(5)	For the	e purpo	ses of subsection (4)(b)(ii) an application is
1		unsucc	cessful	if it —
2		(a)	results	s in the refusal referred to in subsection (4)(b)(i)
3				confirmed; or
4		(b)	is with	ndrawn, discontinued or dismissed.
5	(6)	Where	after tl	ne day on which the Electricity Corporations
6				edule 5 clause 30 comes into operation ² —
7		(a)	an ele	ctricity corporation undertakes an activity that
8		` '		diately before that day was undertaken by the
9			Weste	ern Power Corporation; and
20		(b)	that ac	ctivity is required to be licensed under section 7
21		` '		not so licensed,
22		the ele	ctricity	corporation is to be treated as an existing operator
23		in resp	ect of t	hat activity for the purposes of this section.
24		[Section of the section of the secti	on 46 a	mended: No. 18 of 2005 s. 139.]

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Preliminary

Division 1

s. 47

Part 3 — Supply of electricity to certain customers

2		Division 1 — Preliminary
3	47.	Terms used
4		In this Part, unless the contrary intention appears —
5 6		<i>customer</i> means a customer who consumes not more than 160 MWh of electricity per annum;
7 8 9		non-standard contract means a contract entered into between a licensee and a customer, or a class of customers, that is not a standard form contract;
0		<i>retail licensee</i> means the holder of a retail licence or an integrated regional licence;
3		standard form contract means a contract that is approved unde section 51.
4		Division 2 — Supply contracts
5	48.	Regulations as to supply contracts
6	(1)	The regulations may provide for and in relation to —
7		(a) the terms, conditions and provisions of —
8		(i) a standard form contract; and
9		(ii) a non-standard contract,
20 21		under which a retail licensee sells electricity to customers; and
22 23 24		(b) the right of a customer at his or her discretion to rescind a contract during a specified period after it is entered into (a <i>cooling-off period</i>); and
25 26		(c) the supply of electricity, and payment for electricity supplied, during a cooling-off period; and
7		(d) the format of, and manner of expression to be used in, a

Consultation Draft page 39

contract referred to in paragraph (a); and

s. 49

(a) require a retail licensee to offer to supply electricity to customers under a standard form contract; and (b) prescribe the circumstances in which the obligation referred to in paragraph (a) arises; and (c) without limiting section 12, provide that it is a condition of every retail licence and every integrated regional licence that the retail licensee must comply with the obligation referred to in paragraph (a). (3) The regulations may provide — (a) for and in relation to the standards of service that a retail licensee is to provide to customers in connection with the supply of electricity; and (b) for the inclusion in contracts referred to in subsection (1)(a) of requirements that the retail licensee comply with any such standard. (4) The regulations may apply, adopt or incorporate any provision of a code or a standard that is contained in another document, and may do so — (a) with or without modification; or (b) as the provision is in force — (i) at the time when the regulations are made; or (ii) from time to time. 49. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant will supply electricity to customers pursuant to the licence.	1 2		(e) the provision of information about contracts by a retail licensee to customers.
customers under a standard form contract; and (b) prescribe the circumstances in which the obligation referred to in paragraph (a) arises; and (c) without limiting section 12, provide that it is a condition of every retail licence and every integrated regional licence that the retail licensee must comply with the obligation referred to in paragraph (a). (a) The regulations may provide — (a) for and in relation to the standards of service that a retail licensee is to provide to customers in connection with the supply of electricity; and (b) for the inclusion in contracts referred to in subsection (1)(a) of requirements that the retail licensee comply with any such standard. (4) The regulations may apply, adopt or incorporate any provision of a code or a standard that is contained in another document, and may do so — (a) with or without modification; or (b) as the provision is in force — (i) at the time when the regulations are made; or (ii) from time to time. 49. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	3	(2)	The regulations may —
referred to in paragraph (a) arises; and (c) without limiting section 12, provide that it is a condition of every retail licence and every integrated regional licence that the retail licensee must comply with the obligation referred to in paragraph (a). (3) The regulations may provide — (a) for and in relation to the standards of service that a retail licensee is to provide to customers in connection with the supply of electricity; and (b) for the inclusion in contracts referred to in subsection (1)(a) of requirements that the retail licensee comply with any such standard. (4) The regulations may apply, adopt or incorporate any provision of a code or a standard that is contained in another document, and may do so — (a) with or without modification; or (b) as the provision is in force — (i) at the time when the regulations are made; or (ii) from time to time. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the application	-		
of every retail licence and every integrated regional licence that the retail licensee must comply with the obligation referred to in paragraph (a). (a) The regulations may provide — (a) for and in relation to the standards of service that a retail licensee is to provide to customers in connection with the supply of electricity; and (b) for the inclusion in contracts referred to in subsection (1)(a) of requirements that the retail licensee comply with any such standard. (4) The regulations may apply, adopt or incorporate any provision of a code or a standard that is contained in another document, and may do so — (a) with or without modification; or (b) as the provision is in force — (i) at the time when the regulations are made; or (ii) from time to time. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	-		
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licensee is to provide to customers in connection with the supply of electricity; and (b) for the inclusion in contracts referred to in subsection (1)(a) of requirements that the retail licensee comply with any such standard. (4) The regulations may apply, adopt or incorporate any provision of a code or a standard that is contained in another document, and may do so— (a) with or without modification; or (b) as the provision is in force— (i) at the time when the regulations are made; or (ii) from time to time. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	12	(3)	The regulations may provide —
subsection (1)(a) of requirements that the retail licensee comply with any such standard. (4) The regulations may apply, adopt or incorporate any provision of a code or a standard that is contained in another document, and may do so — (a) with or without modification; or (b) as the provision is in force — (i) at the time when the regulations are made; or (ii) from time to time. 49. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	14		licensee is to provide to customers in connection with
of a code or a standard that is contained in another document, and may do so— (a) with or without modification; or (b) as the provision is in force— (i) at the time when the regulations are made; or (ii) from time to time. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the applicant a draft of the standard form contract under which the applicant	17		subsection (1)(a) of requirements that the retail licensee
(b) as the provision is in force— (i) at the time when the regulations are made; or (ii) from time to time. 49. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	20	(4)	of a code or a standard that is contained in another document,
(i) at the time when the regulations are made; or (ii) from time to time. 49. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	22		(a) with or without modification; or
49. Form of contract to be submitted with application for grant, renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	23		(b) as the provision is in force —
Form of contract to be submitted with application for grant, renewal or transfer An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	24		(i) at the time when the regulations are made; or
renewal or transfer (1) An applicant for the grant or renewal of a retail licence or an integrated regional licence must submit with the application a draft of the standard form contract under which the applicant	25		(ii) from time to time.
integrated regional licence must submit with the application a draft of the standard form contract under which the applicant		49.	
	28 29 30	(1)	integrated regional licence must submit with the application a draft of the standard form contract under which the applicant

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Division 2

1	(2)	Where an application is made under section 18 for the transfer
2		of a retail licence or an integrated regional licence to be
3		approved, the proposed transferee must submit with the
4		application a draft of the standard form contract under which the
5		proposed transferee will supply electricity to customers pursuant
6		to the licence if the transfer is approved.
7	(3)	The requirement in subsection (1) and (2) only applies if the
8		applicant or proposed transferee intends to supply electricity to

customers pursuant to the licence.

50. Licence application not to be granted unless standard form contract approved

- (1) Despite section 19, the Authority must not grant or renew, or approve a transfer of, a retail licence or an integrated regional licence unless
 - (a) the applicant or the proposed transferee has submitted a draft form of contract as required by section 49; and
 - (b) the Authority has approved the standard form contract under which the applicant or proposed transferee will supply electricity to customers pursuant to the licence.
- (2) If when a retail licence or an integrated regional licence was granted or renewed, or the transfer of a retail licence or an integrated regional licence was approved, subsection (1) did not apply because of section 49(3), the licensee may at any subsequent time submit to the Authority a draft of a standard form contract under which the licensee will supply electricity to customers pursuant to the licence if the standard form contract is approved by the Authority.

51. Approval of standard form contract

(1) Subject to subsection (2), the Authority may at its discretion approve or refuse to approve a standard form contract submitted under section 49 or 50(2).

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Division 2 Supply contracts

s. 52

1 2	(2)	The Authority must not give an approval if it considers that the standard form contract —
3 4		(a) will not meet the requirements of the regulations in respect of such contracts; or
5		(b) will be inconsistent with —
6		(i) this Act or any other written law; or
7 8		(ii) any term, condition or provision of the licence concerned.
9 10 11	(3)	The Authority must take all reasonable steps to make a decision under subsection (1) within 45 days after the standard form contract is submitted to it.
12	52.	Amendment or replacement of standard form contract
13	(1)	A retail licensee may submit to the Authority for approval —
14 15		(a) any amendment to the standard form contract approved under section 51; or
16 17		(b) a replacement for the standard form contract so approved.
18 19 20	(2)	Section 51 applies to an amendment or a replacement submitted under subsection (1) in the same way as it applied to the standard form contract or the original standard form contract.
21	53.	Authority may direct that amendment be made
22 23	(1)	This section applies if, in the opinion of the Authority, a standard form contract approved under this Division —
24 25		(a) no longer meets the requirements of the regulations in respect of such contracts; or
26		(b) is no longer consistent with —
27		(i) this Act or any other written law; or
28 29		(ii) any term, condition or provision of the licence concerned.

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1	(2)	The Authority may direct the retail licensee concerned —
2		(a) to submit an appropriate amendment to the form of
3 4		contract to the Authority for approval under section 52(1); and
5		(b) to do so within a specified period.
6	(3)	In subsection (2)(a) —
7		appropriate amendment means an amendment —
8		(a) specified by the Authority; or
9 10		(b) otherwise determined by the Authority to be suitable for approval.
11	54.	Licence condition: contracts
12	(1)	It is a condition of every retail licence and integrated regional
13		licence that, subject to any exception provided for in the
14		regulations, the licensee must not supply electricity to a
15		customer otherwise than under —
16		(a) a standard form contract; or
17		(b) a non-standard contract that complies with this Act.
18	(2)	It is also a condition of every retail licence and integrated
19		regional licence that the licensee must comply with a direction
20		given to the licensee under section 53.
21	(3)	For the purposes of subsection (1)(b), a non-standard contract
22		complies with this Act if it —
23		(a) meets the requirements of the regulations in respect of
24		such contracts; and
25		(b) is not inconsistent with —
26		(i) this Act or any other written law; or
27		(ii) any term, condition or provision of the licence
28		concerned.

Division 2 Supply contracts

s. 54A

1 2	54A.	Electricity corporations required to offer to supply electricity under prescribed form of contract
3	(1)	In this section —
4 5		corporation means the Electricity Generation and Retail Corporation or the Regional Power Corporation;
6 7 8		prescribed form of contract means a form of contract prescribed under the Electricity Corporations Act 2005 section 181(3);
9		relevant contract means —
0		(a) a contract referred to in the <i>Electricity Corporations</i> Act 2005 section 181(2) between a corporation and a customer; or
3 4 5		 (b) a contract in the form of a prescribed form of contract entered into by a corporation and a customer other than a contract referred to in paragraph (a);
6		<i>relevant day</i> means the day on which the <i>Electricity Corporations Act 2005</i> Part 2 comes into operation ² .
8 9 20	(2)	A corporation is required to offer to supply electricity under a prescribed form of contract to customers who request supply on or after the relevant day.
21 22 23 24	(3)	If, following the grant of a retail licence or an integrated regional licence to a corporation, the corporation is required by regulations referred to in section 48(2) to offer to supply electricity to customers under a standard form contract, then on and from the day on which that obligation has effect —
26 27		(a) the obligation in subsection (2) ceases to have effect; and
28 29 30	0	(b) any relevant contract in force on that day is to be taken to be amended so that its terms, conditions and provisions are consistent with those of the standard form contract.
31		contract.

s. 54B

1	(4)	The regulations may —
2		(a) provide for exceptions to the obligation in subsection (2);
4 5 6		(b) provide for and in relation to the standards of service that a corporation is to provide to customers in connection with the supply of electricity;
7 8 9		(c) provide for the inclusion in relevant contracts of requirements that the corporation comply with any such standard.
10 11	(5)	Section 48(4) applies to regulations made for the purposes of subsection (4)(b).
12 13		[Section 54A inserted: No. 18 of 2005 s. 139; amended: No. 25 of 2013 s. 39(4).]
14	54B.	Enforcement of obligation in section 54A(2)
15 16 17	(1)	If, in the opinion of the Authority, a corporation fails to comply with the obligation in section 54A(2), the Authority may, subject to subsection (2), do one or more of the following —
18		(a) serve a letter of reprimand on the corporation; or
19 20		(b) order the corporation to pay a monetary penalty fixed by the Authority but not exceeding \$100 000.
21 22	(2)	The Authority is not to take action under subsection (1)(b) unless the Authority has —
23 24		(a) notified the corporation of the proposed action and the reasons for it; and
25 26		(b) given the corporation a reasonable opportunity to make submissions on the matter.
27 28 29	(3)	The Authority may recover a penalty imposed under subsection (1)(b) in a court of competent jurisdiction as a debt due by the corporation to the State.
30		[Section 54B inserted: No. 18 of 2005 s. 139.]

s. 57

1	[55, 56.	Deleted: No. 18 of 2005 s. 139.]
2		Division 3 — Connection to distribution system
3	57.	Terms used
4		In this Division, unless the contrary intention appears —
5		connect means to connect to a distribution system;
6 7		<i>premises</i> means premises owned or occupied by a new or existing customer.
8	58.	Regulations as to connection
9	(1)	The regulations may make provision for and in relation to the connection of premises.
1	(2)	Without limiting subsection (1), the regulations may —
2 3 4 5		 (a) require a retail licensee to make arrangements with the holder of a distribution licence or integrated regional licence for the connection of premises of a prescribed class; and
6 7 8		(b) require the holder of a distribution licence or an integrated regional licence to connect premises of a prescribed class to the holder's distribution system; and
9		(c) prescribe the circumstances in which an obligation referred to in paragraph (a) or (b) arises; and
21 22 23		(d) authorise the holder of a distribution licence or an integrated regional licence to adopt a method of connection that results in the least cost to the holder; and
24 25 26		(e) make provision for and in relation to the costs of connection, including provision as to who is liable to pay those costs.
27	(3)	Without limiting section 12, the regulations may provide —
28 29		(a) that it is a condition of every retail licence and every integrated regional licence that the holder of the licence

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Division 4 s. 59

1 2		must comply with the obligation referred to in subsection (2)(a); and
3 4 5 6	(b)	that it is a condition of every distribution licence and every integrated regional licence that the holder of the licence must comply with the obligation referred to in subsection (2)(b).
0		subsection (2)(b).
7		Division 4 — Default supplier
8	59. Regul	ations as to default supplier
9	The re	gulations may —
10 11 12	(a)	require that a default supplier be determined, in accordance with the regulations, for each connection point as defined in the regulations; and
13 14 15	(b)	require that the default supplier so determined be a retail licensee that supplies electricity at the relevant connection point; and
16 17 18 19	(c)	require that a register be established and maintained, in accordance with the regulations, showing the name of the default supplier for the time being determined for each connection point; and
20 21 22 23 24 25 26	(d)	provide that if a customer commences to take a supply of electricity at premises without entering into a contract for the supply with a retail licensee, the electricity is deemed to be supplied under the standard form contract of the default supplier for the connection point in respect of those premises as determined under the regulations; and
27 28 29	(e)	make provision for and in relation to the effect of contracts of the kind referred to in paragraph (d), including —
30 31		(i) the period for which such contracts continue in force; and
32 33		(ii) the exclusion or modification of any term, condition or provision of such contracts.

s. 60

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1	F	Part 4 — Extension and expansion policies for
2		certain corporations
3	60.	Terms used
4		In this Part, unless the contrary intention appears —
5		approved policy means an extension and expansion policy
6		approved under section 62 as amended from time to time and
7 8		includes any replacement for the policy approved under section 63;
9		Coordinator means the Coordinator of Energy referred to in
10		section 4 of the Energy Coordination Act 1994;
11		corporation means —
12		(a) the Electricity Networks Corporation; or
13		(b) the Regional Power Corporation; or
14		(c) a subsidiary of a corporation mentioned in paragraph (a)
15		or (b);
16		extension and expansion policy means documentation that sets
17		out arrangements for and in relation to —
18		(a) the geographic extension of a particular system; and
19		(b) the expansion of the electrical capacity of that system;
20		and
21		(c) the connection of customers to that system;
22		licence means a transmission licence, distribution licence or an
23		integrated regional licence;
24		system means a transmission system or distribution system.
25		[Section 60 amended: No. 18 of 2005 s. 139.]
26	61.	Draft policy to be submitted to Coordinator
27	(1)	In subsection (2) —
28		prescribed period means —

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3 months after a written request by the Coordinator; or

1		(b) any longer period allowed by the Coordinator in a particular case.		
3 4 5	(2)	A corporation must, within the prescribed period, submit to the Coordinator a draft extension and expansion policy for each system operated by the corporation.		
6 7 8	(3)	An extension and expansion policy submitted by a corporation may relate to one or more or all of the systems operated by the corporation.		
9	62.	Approval of policy		
10	(1)	Subject to subsection (2), the Coordinator may—		
11 12		(a) approve an extension and expansion policy submitted under section 61; or		
13 14		(b) direct that it be amended and approve it in an amended form.		
15 16	(2)	The Coordinator must not approve an extension and expansion policy if the Coordinator considers that it —		
17 18		(a) will not meet the requirements of the regulations in respect of such policies; or		
19 20		(b) will be inconsistent with this Act or any other written law.		
21 22 23 24 25	(3)	Without limiting the other matters that may be taken into account, in exercising the powers conferred by this section and sections 63 and 64 the Coordinator is to take into account the matters referred to in section 8(5) but as if the area or areas referred to in section 8(5)(e) were the area to be affected by the		
26		exercise of the powers.		
27	63.	Amendment or replacement of policy		
28	(1)	A corporation may submit to the Coordinator for approval —		
29		(a) an amendment to an approved policy; or		
30		(b) a replacement for an approved policy.		

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1	(2)	The Coordinator may approve or refuse to approve an amendment or replacement submitted under subsection (1).		
3	(3)	The Coordinator must not approve an amendment or replacement if the Coordinator considers that it —		
5 6		(a) will not meet the requirements of the regulations in respect of such policies; or		
7 8		(b) will be inconsistent with this Act or any other written law.		
9	64.	Coordinator may direct that amendment be made		
10 11	(1)	This section applies if, in the opinion of the Coordinator, an approved policy —		
12 13		(a) no longer meets the requirements of the regulations in respect of such policies; or		
14 15		(b) is no longer consistent with this Act or any other written law.		
16	(2)	The Coordinator may direct the corporation concerned —		
17 18 19		(a) to submit an appropriate amendment to the approved policy to the Coordinator for approval under section 63(1); and		
20		(b) to do so within a specified period.		
21	(3)	In subsection (2)(a) —		
22		appropriate amendment means an amendment —		
23		(a) specified by the Coordinator; or		
24 25		(b) otherwise determined by the Coordinator to be suitable for approval.		
26	65.	Licence condition: extension and expansion		
27 28		It is a condition of every licence held by a corporation that the corporation must —		
29 30	V	(a) comply with the obligation in section 61 in relation to the system to which the licence applies; and		

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1 2	(comply with a direction given to the corporation under section 62(1)(b) that relates to the extension and		
3		expansion policy for the system to which the licence		
4		applies; and		
5	() comply with a direction given to the corporation under		
6		section 64(2) that relates to the approved policy for the		
7		system to which the licence applies; and		
8 9	() implement arrangements set out in the approved policy for the system to which the licence applies.		
Ü		for the system to which the first applicat		
10	66. Regulations as to content of policies			
11		regulations may prescribe matters that are to be dealt with		
12	or	et out in an extension and expansion policy including —		
13	() methods or principles to be applied by a corporation in		
14		relation to —		
15		(i) the extension and expansion of the system to		
16		which the policy relates; and		
17		(ii) the connection of customers to that system;		
18		and		
19	(procedures to be followed by a corporation —		
20		(i) in undertaking the extension and expansion of		
21		the system to which the policy relates; and		
22		(ii) in connecting customers to that system;		
23		and		
24		criteria or parameters to be applied by a corporation		
25		when determining the eligibility of particular classes of		
26		customers for connection to the system to which the		
27		policy relates; and		
28) information about the costs of implementing the policy.		

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67	Terms	nsed
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- 3 In this Part, unless the contrary intention appears —
- 4 *designated area* means an area designated under section 68(1);
- last resort supply plan means a plan that meets the requirements
 of section 69;
- *retail licence* includes an integrated regional licence;
- supplier of last resort has the meaning given to that term in section 69(1).

68. Authority to ensure supply plan in place in designated areas

- (1) The Authority may, by notice published in the *Gazette*, designate an area to which a retail licence applies as an area for which there is to be a last resort supply plan.
 - (2) The Authority is to ensure
 - (a) that, as soon as is practicable after an area becomes a designated area, a last resort supply plan for the designated area is approved or determined by the Authority under section 73; and
 - (b) that, at all times thereafter, there is a last resort supply plan for the designated area that has been approved or determined by the Authority under section 73.

69. Requirements for last resort supply plan

- (1) A last resort supply plan for a designated area is one that deals with the supply of electricity to customers in the area by the holder of a retail licence (the *supplier of last resort*) if the plan comes into operation under section 70.
- (2) A last resort supply plan must set out the arrangements, and make the provisions, that are necessary for the supply of electricity as mentioned in subsection (1).

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1	(3)	A last resort supply plan must —		
2		(a) make provision for any matter or circumstance that is prescribed; and		
4		(b) otherwise comply with the regulations.		
4	<i>.</i> .			
5 6	(4)	A last resort supply plan is of no effect to the extent that it is inconsistent with any enactment.		
7	70.	How plan brought into operation		
8 9	(1)	This section applies if, and only if, the retail licence of the supplier to whose customers a last resort supply plan applies —		
10		(a) has been cancelled under section 35; or		
11		(b) has expired and has not been renewed; or		
12		(c) has been surrendered.		
13 14 15	(2)	If this section applies, the Authority may, by notice published in the <i>Gazette</i> , determine that the last resort supply plan comes into operation on a day specified in the notice.		
16 17	(3)	An order under subsection (2) is to specify the name of the supplier to whose customers the last resort supply plan applies.		
18	71.	Supplier of last resort		
19 20	(1)	The Authority may, by notice in writing to the holder of a retail licence (the <i>licensee</i>) —		
21 22		(a) designate the licensee as the supplier of last resort for a designated area; or		
23		(b) cancel a designation so made.		
24 25	(2)	The Authority is to consult with the licensee before a notice is given under subsection (1).		
26 27 28	(3)	The designation of the licensee cannot be expressed to have effect for more than 2 years, but on the expiry of the designation the licensee may be re-designated, whether once or more than		
29		once.		

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1 2	(4)	Unless another supplier of last resort for a designated area is designated for the time being under subsection (1) —
3 4 5 6		(a) the Electricity Generation and Retail Corporation is the supplier of last resort for the designated area if electricity is supplied to customers in the area from the South West interconnected system; and
7 8 9 10	resort for the designated area if electricity is not supplied to customers in the area from the South West	
11 12		[Section 71 amended: No. 18 of 2005 s. 139; No. 25 of 2013 s. 39(5).]
13	72.	Functions of supplier of last resort
14		The supplier of last resort for a designated area is to —
15 16 17 18		(a) prepare a draft last resort supply plan for that area and submit it to the Authority within 3 months after becoming the supplier of last resort or within such longer period as the Authority may allow; and
19 20		(b) consult with the Authority with a view to obtaining approval of the draft plan; and
21 22 23 24		(c) carry out the arrangements and other provisions in the last resort supply plan approved or determined by the Authority under section 73, if the plan comes into operation under section 70.
25	73.	Approval or determination of plan
26	(1)	The Authority may —
27 28		(a) approve a draft last resort supply plan submitted under section 72; or
29 30		(b) request that it be amended and approve it in an amended form.

1 2 3 4	(2)	that it considers reasonable and notifies to the supplier of last resort, the Authority may determine the contents of the last resort supply plan.		
5	74.	Amendment of plan by supplier		
6 7 8	(1)	With the approval of the Authority, the supplier of last resort for a designated area may amend the last resort supply plan for that area.		
9 10	(2)	The supplier of last resort is to submit any proposed amendment to the Authority for approval.		
11	(3)	If an amendment is so submitted the Authority may —		
12		(a) approve it; or		
13 14		(b) request that it be changed and approve it in a changed form; or		
15		(c) refuse to approve it.		
16	75.	Authority may make amendment		
17 18 19		The Authority may at any time, after consultation with the supplier of last resort for a designated area, amend the last resort supply plan for that area.		
20	76.	Licence condition: last resort supply		
21				
		It is a condition of every retail licence that —		
22		It is a condition of every retail licence that — (a) if the licensee is designated under section 71(1) for a		
22 23		(a) if the licensee is designated under section 71(1) for a designated area; and		
		(a) if the licensee is designated under section 71(1) for a		
23 24	3	(a) if the licensee is designated under section 71(1) for a designated area; and(b) so long as the designation under section 71(1) remains		

1	77. Provision may be made by regulation		
2	The regulations may make provision for and in relation to —		
3 4 5		(a) the preparation and approval process for a last resort supply plan under sections 72 and 73, and the amendment of a plan;	
6 7		(b) last resort supply arrangements under a plan, including for and in relation to —	
8		(i) the commencement of arrangements; and	
9 10		(ii) the extent to which particular arrangements are to apply to a particular class of customers; and	
11 12 13		(iii) notification to customers and other affected persons of matters relating to the arrangements, including —	
14 15		(I) the commencement of arrangements; and	
16 17		(II) the effect of the arrangements and steps that will or may be taken; and	
18 19		(III) rights, powers, duties and procedures that apply under the arrangements;	
20		and	
21 22 23		(iv) the identification of the customers affected by the commencement of arrangements and the provision of identifying information to the	
24		supplier of last resort; and	
25		(v) the transfer of customers to the supplier of last	
26 27		resort and the nature of the relationship between them; and	
28 29 30	((vi) the terms and conditions of supply of electricity under the arrangements, including those relating to pricing and the imposition of charges; and	
31		(vii) the recovery of costs by the supplier of last	

resort; and

1	(viii)		ation and cessation of any obligation to
2		supply	electricity under the arrangements; and
3	(ix)	other ri	ghts, powers and duties of —
4		(I)	the Authority; and
5		(II)	the supplier of last resort; and
6		(III)	customers; and
7		(IV)	other persons,
8		in conn	ection with the carrying out of the
9		arrange	ments or the operation of a last resort
10		supply	plan.

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Part 6 — Code of conduct for supply of electricity to small use customers

3	78.	Terms used
4		In this Part, unless the contrary intention appears —
5		code of conduct means the code of conduct approved under
6		section 79;
7		committee means the committee established under section 81;
8 9		customer means a customer who consumes not more than160 MWh of electricity per annum;
0		electricity marketing agent means —
1		(a) a person who acts on behalf of the holder of a retail licence or an integrated regional licence —
3		(i) for the purpose of obtaining new customers for the licensee; or
5		(ii) in dealings with existing customers in relation to contracts for the supply of electricity by the
7		licensee;
8		and
9		(b) a person who acts —
20		(i) on behalf of one or more customers; or
21		(ii) as an intermediary between one or more customers and a licensee,
23 24		in respect of the supply of electricity to the customer or customers; and
25 26 27		(c) a person who engages in any other activity relating to the marketing of electricity that is prescribed for the purposes of this definition; and
28		(d) a representative, agent or employee of a person referred
29		to in paragraph (a), (b) or (c);

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Part 6

1		marketing includes engaging or attempting to engage in any of
2		the following activities by any means, including door to door or by telephone or other electronic means —
4 5		(a) negotiations for, or dealings in respect of, a contract for the supply of electricity to a customer; or
6 7 8		(b) advertising, promotion, market research or public relations in relation to the supply of electricity to customers.
9	79.	Code of conduct
10 11	(1)	The Authority may, in consultation with the committee, approve a code of conduct under this section.
12	(2)	The code of conduct is to regulate and control the conduct of —
13 14		(a) the holders of retail licences, distribution licences and integrated regional licences; and
15		(b) electricity marketing agents,
16		with the object of —
17 18 19 20		(c) defining standards of conduct in the supply and marketing of electricity to customers and providing for compensation payments to be made to customers when standards of conduct are not met; and
21 22		(d) protecting customers from undesirable marketing conduct.
23 24 25	(3)	The code of conduct may contain such ancillary and incidental provisions as are necessary or expedient for the purposes of subsection (2).
26 27	(4)	In the case of the initial code of conduct, subsection (1) has effect subject to Schedule 3 clause 1.
28		[Section 79 amended: No. 33 of 2004 s. 30.]

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Part 6 Code of conduct for supply of electricity to small use customers

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1	80.	Code is subsidiary legislation
2		The code of conduct is subsidiary legislation for the purposes of the <i>Interpretation Act 1984</i> .
4	81.	Consultative committee
5 6	(1)	The Authority is to establish a committee to advise it on matters relating to the code of conduct.
7	(2)	The Authority —
8		(a) is to determine the membership, constitution and procedures of the committee; and
10		(b) may discharge, alter, or reconstitute the committee.
11 12 13 14	(3)	The Authority may determine that a member of the committee is to receive remuneration or an allowance, and if the Authority so determines it is to fix the remuneration or allowance on the recommendation of the Public Sector Commissioner.
15 16	(4)	Subject to this section, the committee may determine its own procedure.
17 18	(5)	The Authority is to provide the committee with such support services as it may reasonably require.
19 20	(6)	In the case of the initial code of conduct, this section has effect subject to Schedule 3 clause 2.
21		[Section 81 amended: No. 39 of 2010 s. 89.]
22	82.	Licence condition: code of conduct
23 24		It is a condition of every retail licence, distribution licence and integrated regional licence that the licensee is to comply with

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the provisions of the code of conduct that apply to the licensee.

s. 83

1	83.	Enforcement of code of conduct against marketing agents
2		The code of conduct may provide — (a) that the contravention of a provision of the code of
4 5		conduct by an electricity marketing agent constitutes an offence; and
6 7		(b) that an offence is punishable by a penalty not exceeding —
8		(i) \$5 000 for an individual; and
9		(ii) \$20 000 for a body corporate.
10	84.	Code may provide for vicarious liability
11		The code of conduct may provide for and in relation to the
12		liability of the holder of a retail licence or an integrated regional
13		licence, in the absence of excusatory circumstances, for an act
14		or omission of the licensee's electricity marketing agents that
15		contravene the code of conduct.
16	85.	Code may include presumption of authority
17		The code of conduct may provide for a presumption that a
18		person who carries out any marketing activity in the name of or
19		for the benefit of —
20		(a) the holder of a retail licence or an integrated regional
21		licence; or
22		(b) an electricity marketing agent,
23		is to be taken, unless the contrary is proved, to have been
24		employed or authorised by that licensee or electricity marketing
25		agent to carry out that activity.
26	86.	Authority to monitor compliance
27		It is a function of the Authority to monitor and enforce
28		compliance with the code of conduct.

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1	87.	Comment to be sought on amendment or replacement of code
3	(1)	Whenever the Authority proposes to exercise the power —
4		(a) to amend the code of conduct; or
5		(b) to repeal and replace it,
6		the Authority must —
7 8		(c) refer the proposed amendment or replacement to the committee for its advice; and
9		(d) have regard to any advice given by the committee.
10 11 12 13	(2)	Before the committee gives its advice to the Authority, it must, in accordance with section 89, give any interested person an opportunity to offer comments on the amendment or replacement.
14 15	(3)	The committee must take into account any comments received under subsection (1) in formulating its advice.
16	88.	Review of code
17 18	(1)	The committee must carry out a review of the code of conduct as soon as is practicable after —
19		(a) the first anniversary of its commencement; and
20 21		(b) the expiry of each 2 yearly interval after that anniversary.
22 23 24	(2)	The object of a review is to re-assess the suitability of the provisions of the code of conduct for the purposes of section 79(2).
25 26 27	(3)	The committee must, in accordance with section 89, give any interested person an opportunity to offer comments relevant to the review.
28 29	(4)	The committee must take into account any comments received under subsection (3) in carrying out the review.

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1 2	(5)	The committee must prepare a report based on the review and give it to the Authority.
3	89.	Further provisions about opportunity to comment
4		For the purposes of sections 87(2) and 88(3) —
5		(a) an interested person is a person —
6 7 8		(i) who the committee considers has a particular interest in the amendment, replacement or review; or
9 10 11		(ii) who is determined by the Authority, by notice in writing to the committee, to have such an interest;
12 13		(b) an opportunity to offer comments is an opportunity to furnish written comments to the committee within —
14 15		(i) a period specified by the Authority by notice in writing to the committee; or
16 17		(ii) in the absence of such a notice, a period determined by the committee.
18 19	89A.	Regulations may modify application or operation of enactments to facilitate operation of code
20		The regulations may provide that a prescribed enactment —
21 22		(a) does not apply in relation to the supply and marketing of electricity to customers; or
23 24		(b) does not apply in relation to the supply and marketing of electricity to customers to the extent prescribed; or
25 26 27		(c) does not apply in relation to the supply and marketing of electricity to customers to the extent that the enactment is inconsistent with the code; or
28 29 30		(d) applies in relation to the supply and marketing of electricity to customers with such modifications as are prescribed.
31		[Section 89A inserted: No. 33 of 2004 s. 31.]

Electricity ombudsman scheme

Division 1

Preliminary

s. 90

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Part 7 — Electricity ombudsman scheme

2		Division 1 — Preliminary
3	90.	Terms used
4		In this Part and in Schedule 2, unless the contrary intention
5		appears —
6		approved scheme means a scheme approved under section 92;
7		customer means —
8 9		(a) a customer who consumes not more than 160 MWh of electricity per annum; and
10 11 12		(b) if a dispute or complaint is prescribed for the purposes of section 92(1)(d) a person who is involved in that dispute or complaint as a customer;
13		customer contract means —
14		(a) a standard form contract; or
15		(b) a non-standard contract,
16		as defined in section 47;
17 18		<i>electricity marketing agent</i> has the meaning given to that term in section 78;
19 20		<i>electricity ombudsman</i> has the meaning given to that term in section 92(1);
21 22		<i>licensee</i> means the holder of a retail licence, distribution licence or integrated regional licence.
23		[Section 90 amended: No. 46 of 2009 s. 17.]
24	91.	Regulations as to electricity ombudsman scheme
25		The regulations may provide for and in relation to —
26 27		(a) the establishment and operation of a scheme of the kind referred to in section 92; and
28 29		(b) the functions of the electricity ombudsman under such a scheme.

Division 2 s. 92

Division 2 — Approval of electricity ombudsman scheme

2	92.	Authority may approve scheme
3 4 5	(1)	The Authority may, by instrument in writing, approve a scheme that provides for a person (the <i>electricity ombudsman</i>) to investigate and deal with —
6		(a) disputes and complaints under customer contracts; and
7		(b) disputes between —
8		(i) customers and licensees; or
9		(ii) customers and electricity marketing agents;
0		and
1		(c) complaints by customers about —
2		(i) licensees; or
3		(ii) electricity marketing agents;
4		and
5 6 7		(d) any other kind of dispute or complaint (whether or not under a customer contract) that is prescribed by the regulations.
8	(2)	A scheme may treat a failure to make a decision within a specified period as a decision of a particular kind.
20 21 22	(3)	A scheme may be made applicable to a dispute or complaint that arose before the commencement of the scheme, but not earlier than 12 months before that commencement.
23 24	(4)	The Authority may, by instrument in writing, approve an amendment to an approved scheme.
25 26	(5)	Notice of an approval under subsection (1) is to be published in the <i>Gazette</i> .
27	(6)	In the case of the initial electricity ombudsman scheme, this section has effect subject to Schedule 3 clause 4.

Part 7 Electricity ombudsman scheme

Division 3 Scheme operation
s. 93

93. Requirements for scheme or amendment to be approved 1 The Authority may approve a scheme, or an amendment to an 2 approved scheme, only if it is satisfied that the scheme, or the 3 scheme as amended, meets — 4 the objectives set out in Schedule 2; and 5 (b) any other prescribed objective. 6 94. **Revocation of approval** 7 Subject to subsection (2), the Authority may, by instrument in (1) 8 writing, revoke the status of a scheme as an approved scheme if 9 it is satisfied that the scheme no longer meets the objectives 10 referred to in section 93. 11 In exercising the power of revocation, the Authority must (2) 12 follow any prescribed procedure; and (a) 13 (b) comply with any other prescribed requirements. 14 A copy of an instrument under subsection (1) is to be laid before 15 each House of Parliament within 14 sitting days of that House 16 after the day on which the revocation took effect. 17 Division 3 — Scheme operation 18 95. Customer may have decision or complaint reviewed 19 A customer may apply to the electricity ombudsman under an (1) 20 approved scheme for a review of a decision or complaint to 21 which the scheme relates. 22 Where an application is so made the electricity ombudsman 23 may, in respect of the decision or complaint — 24 make any order or determination; or (a) 25 (b) give any direction; or 26 (c) decline to deal with a matter on any ground, 27 that is provided for by the scheme. 28

Scheme operation Division 3 s. 96

1	96.	Jurisdiction of courts and tribunals
2	(1)	Nothing in this Part or in an approved scheme affects the jurisdiction of a court or tribunal.
4 5	(2)	The electricity ombudsman must decline to deal with a matter if —
6 7		(a) it has been or is being dealt with by a court or tribunal; or
8 9		(b) in his or her opinion the matter should be dealt with by court or tribunal.
10	97.	Enforcement against marketing agents and others
11 12 13	(1)	The regulations may make it an offence for an electricity marketing agent to fail to comply with a decision or direction of the electricity ombudsman under an approved scheme.
14 15 16 17 18	(2)	If a dispute or complaint involving a person other than a licensee or an electricity marketing agent is prescribed for the purposes of section 92(1)(d), the regulations may make it an offence for the person to fail to comply with a decision or direction of the electricity ombudsman under an approved scheme.
20 21 22 23 24	(3)	Regulations made for the purposes of this section may provide for penalties for an offence against the regulations not exceeding — (a) \$5 000 for an individual; and (b) \$20 000 for a body corporate.
25	98.	Authority to monitor compliance with decisions
26		It is a function of the Authority to monitor and enforce

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compliance with decisions and directions of the electricity

ombudsman under an approved scheme.

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Part 7 Electricity ombudsman scheme

Division 4 Membership of approved scheme by licensee

s. 99

Division 4 — Membership of approved scheme by licensee

99. Proof of membership in applications relating to licence

- (1) An applicant for the grant of a retail licence, distribution licence or integrated regional licence who proposes to supply electricity to customers must produce with the application evidence showing that the applicant will, if a licence is granted, be a member of an approved scheme.
 - (2) An applicant for the renewal of a retail licence, distribution licence or integrated regional licence who supplies electricity to customers must produce with the application evidence showing that the applicant will, if the licence is renewed, continue to be a member of an approved scheme.
 - (3) Where an application is made under section 18 for approval to transfer a retail licence, distribution licence or integrated regional licence to a person who proposes to supply electricity to customers, the proposed transferee must produce with the application evidence showing that the proposed transferee will, if the transfer is approved, be a member of an approved scheme.

100. Prerequisite to grant, renewal or transfer of licence

Despite section 19 the Authority is not to grant or renew, or approve a transfer of, a retail licence, distribution licence or integrated regional licence to a person who proposes to supply electricity to customers unless it is satisfied that the licensee, or the proposed transferee —

- (a) is a member of an approved scheme; or
- (b) will, if the licence is granted or the transfer is approved, be a member of an approved scheme.

101. Licence condition: membership of scheme

It is a condition of every retail licence, distribution licence and integrated regional licence that the licensee cannot supply electricity to customers unless the licensee —

(a) is a member of an approved scheme; and

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Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

Electricity ombudsman scheme Membership of approved scheme by licensee

Part 7

Division 4 s. 101

(b) is bound by, and will comply with, any decision or direction of the electricity ombudsman under, the scheme.



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Part 8 Access to services of network infrastructure facilities

Division 1 Preliminary

s. 102

Part 8 — Access to services of network infrastructure facilities

2		Tacinues
3		Division 1 — Preliminary
4	102.	Purposes of this Part
5		The purposes of this Part are
6		(a) to provide for full regulation of access to services; and
7		(b) to give effect to the relevant principles of the
8		Competition Principles Agreement in respect of the
9		provision of access to services.
10		<u>[Section 102 amended: No. 9 of 2020 s. 9.]</u>
11	103.	Terms used
12		In this Part, unless the contrary intention appears —
13		access agreement means an agreement under the electricity
14		system and market rules Code between a network service
15		provider and another person for that person to have access to
16		services;
17		access arrangement means an arrangement lodged under
18		section 104B(a) that has been approved by the Authority;
19		network service provider means a person who operates network
20		infrastructure facilities;
21		network user means a person provided or to be provided with
22		access to services under an access agreement.
23		[Section 103 amended: No. 33 of 2004 s. 32; No. 9 of 2020

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Part 8

Division 2 — Access to services of network infrastructure facilities Establishment of Code	
<u> 104.</u>	Electricity system and market rules to regulate access to services of network infrastructure facilities
	The electricity system and market rules must include provisions in relation to access to the services of network infrastructure facilities.
04.	Minister to establish Code
	The Minister is to establish a Code for the purposes of, and in accordance with, this Part.
	[Section 104 inserted: No. 9 of 2020 s. 11.]
04A.	Electricity system and market rules Code to provide for coverage of networks
(1)	The electricity system and market rules must include provisions Provision is to be made in the Code —
	(a) prescribing the processes (including the matters to be considered and the criteria to apply) by which the Minister is to decide whether network infrastructure facilities are to be a covered network; and
	(b) prescribing the processes (including the matters to be considered and the criteria to apply) by which the Minister is to decide whether a covered network is to cease to be a covered network; and
	(c) <u>regulating for the manner in which a decision referred to in paragraph (a) or (b) is to be published and come into effect.</u>
(2)	A covered network is regulated under this Part (that is, access to services of the network is subject to full regulation) unless, in the case of a covered Pilbara network, the network is regulated under Part 8A (that is, access to services of the network is subject to light regulation).

1 2 3 4 5	(3)	A decision under the electricity system and market rules Code as to whether network infrastructure facilities are to be a covered network or are to cease to be a covered network is not liable to be challenged in, or reviewed or called in question by, a court or tribunal otherwise than under section 130.
6 7 8 9	(4)	A stand-alone power system cannot be a covered network on its own but it may, in accordance with the <u>electricity system and market rules</u> Code, be treated as part of the covered network to which it is an adjunct.
10 11 12	104B.	[Section 104A inserted: No. 9 of 2020 s. 11.] FCode to provide for full regulation of access to services of covered networks
13 14 15 16		The electricity system and market rules must include provisions Provision is to be made in the Code for or in relation to the following in relation to covered networks that are regulated under this Part —
17 18 19		(a) the lodgment by a network service provider of an arrangement for its covered networks setting out any of the following—
20 21		(i) the policies applying to access to services; and(ii) the basic terms and conditions that will apply to
22 23 24		access to services unless an access agreement contains different terms and conditions; and (iii) any other matters prescribed by the <u>-electricity</u>
25		system and market rules Code;
26 27 28		(b) the production by a network service provider of information to enable persons to understand the derivation of the elements of an arrangement for its
29 30 31		covered networks lodged under paragraph (a), whether or not that arrangement has become an access arrangement;
32 33	U	(c) the approval by the Authority of arrangements lodged under paragraph (a) and the matters to which the

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Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

Access to services of network infrastructure facilities Access to services of network infrastructure facilities Part 8
Division 2

s. 104B

1 2		Authority is to have regard in deciding whether to give its approval;
3	(d)	the registration of access arrangements;
4	(e)	access by persons to services of a covered network as
5		provided for in the access arrangement for the covered
6		network and in accordance with —
7		(i) access agreements; or
8		(ii) determinations made by way of arbitration;
9	(f)	network access pricing regulation principles;
10	(g)	the rights, powers and duties that are to apply to and in
11		relation to the negotiation, making, and implementation
12		of access agreements;
13	(h)	the duties and requirements in relation to the provision
14		of access to services that are to be complied with by a
15		network service provider;
16	(i)	access arrangements to provide for any matter referred
17		to in paragraphs (f), (g) and (h);
18	(j)	the obligations of a network service provider in respect
19		of the segregation of the functions and business of
20		providing services from the network service provider's
21		other functions and business and enabling the Authority
22		to add to those obligations or waive any of them;
23	(k)	services between related bodies corporate (as defined in
24		the Corporations Act 2001 (Commonwealth) section 9);
25	(1)	the rights and obligations of network users;
26	(m)	the formulation by a network service provider, and
27		approval by the Authority, of technical codes for the
28		purposes of access to services that are to be complied
29		with by network users and other persons specified in the
30		Code;
31	(n)	the disclosure and use of confidential information;
32	(0)	the supervisory or other functions of the Authority for
33		the purposes of the <u>electricity system and market rules</u>

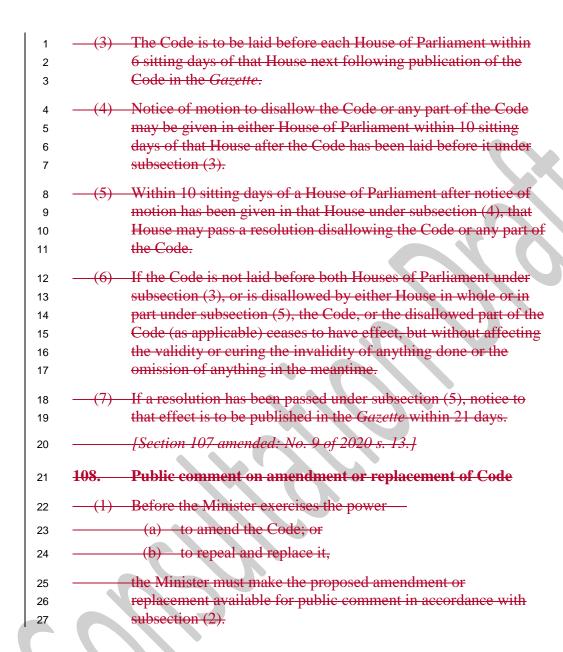
1		made for the purposes of this PartCode, including a
2		function of determining certain requirements in relation
3		to access to the services of covered networks that are to
4		be complied with by a network service provider or a
5		person making a proposal for access to services and
6		applied by the arbitrator.
7		[Section 104B inserted: No. 9 of 2020 s. 11.]
8	105.	Other matters for which electricity system and market
9		rules Code may make provision
10	(1)	The electricity system and market rules Code may also make
11		provision for or in relation to —
12		(a) the arbitration by the arbitrator of disputes between a
13		network service provider and a person who has made a
14		proposal for access to services; and
15		(b) other functions of the arbitrator; and
16		(c) the functions of the Authority; and
17		(ca) access to the services of stand-alone power systems; and
18		(cb) the regulation of the powers of the Electricity Networks
19		Corporation and Regional Power Corporation to provide
20		stand-alone power systems or storage works, including
21		stand-alone power systems or storage works that do not
22		form part of a covered network; and
23		(d) the regulation of matters —
24		(i) of a savings, transitional or supplementary
25		nature; or
26		(ii) that are otherwise necessary or convenient for
27		the purposes of this Part.
28	(2)	Transitional provisions referred to in subsection (1)(d)(i) may
29		authorise the Minister to determine by order published in the
30		Gazette how any matter in progress immediately before the
31		eommencement a day specified in the order of this Part is to be

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s. 106

1 2		treated, after that commencement day, for the purposes of the provisions of the electricity system and market rules Code.
3		[Section 105 amended: No. 9 of 2020 s. 12.]
4 5	106.	Electricity system and market rules Code does not affect existing agreements
6 7	(1)	The making or amendment of the electricity system and market rules Code or the approval of an access arrangement —
8 9 10 11 12 13 14		(a) does not affect the terms and conditions, or the operation, of an agreement for access to services in operation immediately before the commencement of the Code a day specified in the electricity system and market rules for that purpose or the approval of the arrangement whether under the Electricity Transmission and Distribution Systems (Access) Act 1994 or otherwise; and
16 17 18		(b) does not afford a party to the agreement any ground or reason for not complying with the agreement according to its terms and conditions.
19 20 21	(2)	Subsection (1)(a) or (b) does not apply if the <u>electricity system</u> and <u>market rules</u> or the agreement or an enactment provides otherwise.
22 23		[Section 106 amended: No. 33 of 2004 s. 34; No. 18 of 2005 s. 139.]
24	107.	Code is subsidiary legislation
25	(1)	In this section
26		Code includes
27		(a) an amendment of the Code; or
28		(b) a code repealing and replacing the Code.
29 30	(2)	The Code is subsidiary legislation for the purposes of the Interpretation Act 1984.

Part 8 Access to services of network infrastructure facilities
Division 2 Access to services of network infrastructure facilities
s. 108



Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

Access to services of network infrastructure facilities Access to services of network infrastructure facilities Part 8
Division 2

s. 109

1	— (2) The Minister must
2	(a) cause a notice giving a general description of the
3	proposal to be published—
4 5	(i) in an issue of a daily newspaper circulating throughout the Commonwealth; and
6 7	(ii) in an issue of a daily newspaper circulating throughout the State,
8	and on an appropriate website; and
9	(b) include in the notice the following information
10 11	(i) the website at which a copy of the proposal may be obtained; and
12 13 14	(ii) a statement that written submissions on the proposal may be made to the Minister by any person within a specified period; and
15 16	(iii) the address (including an email address) to which the submissions may be delivered or sent.
17 18 19	— (3) The period specified under subsection (2)(b)(ii) is not to be less than 30 days after both of the notices under subsection (2)(a) have been published.
20 21	— (4) The Minister must have regard to any submission made in accordance with the notice.
22	——————————————————————————————————————
23	109. Exception to section 108
24 25 26	(1) Section 108(1) does not apply if the Minister is satisfied that a proposed amendment to the Code is (a) of a minor nature; or
27	(b) required to be made urgently.

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Part 8 Access to services of network infrastructure facilities

Division 2 Access to services of network infrastructure facilities

s. 110

If in reliance on subsection (1)(b) the Minister amends the Code 1 without complying with section 108(1) 2 (a) the Minister must call for public comment on the 3 amendment as soon as is practicable after it has come 4 into force; and 5 section 108(2) and (3) apply with all necessary 6 modifications. 7 (3) Having regard to any submissions made on the amendment, the 8 Minister must consider whether the Code should be amended 9 (a) to reverse the effect of the amendment; or 10 (b) in some other manner. 11 Consultation with network service providers on amendment 12 or replacement of Code 13 Without limiting section 108, if the Minister considers that a 14 proposed amendment or replacement of the Code may affect a 15 network service provider, the Minister must consult with the 16 network service provider and have regard to any submissions 17 that the network service provider makes in relation to the 18 proposal. 19 If a network service provider considers that the Code, or a 20 provision of it, has, as a result of altered circumstances, become 21 unreasonable or inappropriate in its application to the network 22 service provider, the network service provider may make a 23 submission to the Minister requesting that the Code be amended 24 or be repealed and replaced. 25 The Minister must consider a submission made under 26 subsection (2) and, if requested by the network service provider, 27 consult with the network service provider in relation to it. 28

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1	111.	Review of Code
2	(1)	The Minister must cause a review of the Code to be carried out
3		as soon as is practicable after
4	-	(a) the fifth anniversary of its commencement; and
5	-	(b) the expiry of each 5 yearly interval after that
6		anniversary.
7 8	(2)	The purpose of a review is to assess the suitability of the provisions of the Code to achieve the purposes of this Part.
	(0)	
9 10	(3)	Before carrying out a review of the Code, the Authority must call for public comment in accordance with subsection (4).
11	(4)	The Authority must
12		(a) cause notice of the review to be published
13		(i) in an issue of a daily newspaper circulating
14		throughout the Commonwealth; and
15 16		(ii) in an issue of a daily newspaper circulating throughout the State,
17		and on an appropriate website; and
18		(b) include in the notice
19 20 21		(i) a statement that written submissions on the Code may be made by any person within a specified period; and
22 23		(ii) the address (including an email address) to which the submissions may be delivered or sent.
24 25 26	(5)	The period specified under subsection (4)(b)(i) is not to be less than 30 days after both of the notices under subsection (4)(a) have been published.
27		[Section 111 amended: No. 9 of 2020 s. 15.]

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s. 112

1	112. Functions of the Authority
2	——————————————————————————————————————
3	(a) is responsible for monitoring and enforcing compliance
4	by network service providers with this Part, the Code
5	and access arrangements; and
6	(b) also has the functions given by particular provisions of
7	this Part and the Code.
8	{113. Deleted: No. 16 of 2009 s. 58.}
9	Division 3 — Enforcement
10	114. References to contravening the Code
11	A reference in this Division to contravening a provision of the
12	Code includes a reference to
13	(a) attempting to contravene such a provision; or
14	(b) aiding, abetting, counselling or procuring a person to
15	contravene such a provision; or
16	(c) inducing, or attempting to induce, a person, whether by
17	threats or promises or otherwise, to contravene such a
18	provision; or
19	(d) being in any way, directly or indirectly, knowingly
20	concerned in, or party to, the contravention by a person
21	of such a provision; or
22	(e) conspiring with others to contravene such a provision.
23	115. Prohibitions on hindering or preventing access
24	(1) The network service provider in relation to a covered network
25	that is regulated under this Part, or an associate of the network
26	service provider, must not engage in conduct for the purpose of
27	hindering or preventing —
28	(a) access by any person to services in accordance with the
29	electricity system and market rules Code; or

Enforcement

Division 3

s. 115

1 2	(b) the making of access agreements or any particular agreement in respect of that network; or
3 4	(c) the access to which a person is entitled under an access agreement or a determination made by way of
5	arbitration.
6	Penalty: \$100 000.
7	Daily penalty: \$20 000.
8 9 10 11	(2) A person who has access to services under an access agreement or an associate of the person, must not engage in conduct for the purpose of hindering or preventing access by another person to services of a covered network that is regulated under this Part.
12	Penalty: \$100 000.
13	Daily penalty: \$20 000.
14	(3) Without limiting subsection (1) or (2) —
15 16	(a) a person is taken to engage in conduct for a particular purpose if —
17 18	(i) the conduct is or was engaged in for purposes that include, or included, that purpose; and
19	(ii) that purpose is or was a substantial purpose;
20 21 22	(b) a person may be taken to have engaged in conduct for a particular purpose even though, after all the evidence has been considered, the existence of that purpose is
23	ascertainable only by inference from the conduct of the
24	person or of any other person or from other relevant
25	circumstances.
26	(4) In this section —
27 28	(a) a reference to engaging in conduct is a reference to doing or refusing to do any act and includes a reference
29	to —
30	(i) making a contract or arrangement or giving
31	effect to a provision of a contract or
32	arrangement; or

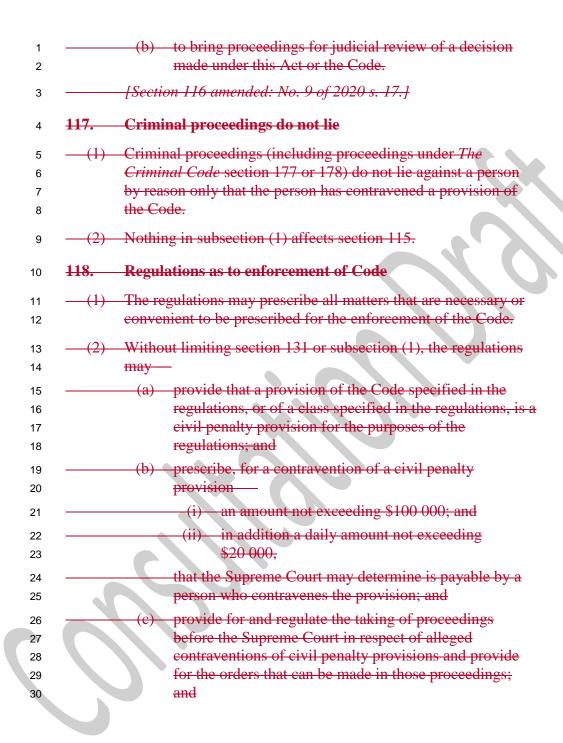
1 2		(ii) arriving at an understanding or giving effect to a provision of an understanding; or
3 4		(iii) requiring a covenant to be given or giving a covenant;
5		(b) a reference to refusing to do an act includes a reference
6		to —
7		(i) refraining (otherwise than inadvertently) from
8		doing the act; or
9		(ii) making it known that the act will not be done.
10	(5)	Subsection (1) or (2) does not apply to conduct in which a
11		person engaged in accordance with an agreement, if the
12		agreement was in force on 30 March 1995.
13	(6)	In this section —
14		associate, in relation to a person, has the meaning it would have
15		under the Corporations Act 2001 (Commonwealth) Part 1.2
16		Division 2 if sections 13, 16(2) and 17 of that Act were
17		repealed.
18		[Section 115 amended: No. 33 of 2004 s. 35; No. 9 of 2020
19		s. 16.]
20	116.	-Proceedings
21	(1)	Civil proceedings cannot be brought in respect of a matter
22		arising under the Code except
23		(a) in accordance with the regulations; or
24		(b) by arbitration under the Code; or
25		(c) in accordance with section 130.
26	(2)	Nothing in subsection (1) affects the right of a person
27		(a) to bring civil proceedings in respect of any matter or
28		thing, or seek any relief or remedy, if the cause of action
29		arises, or the relief or remedy is sought, on grounds that
30		do not rely on the Code; or

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Enforcement

Division 3

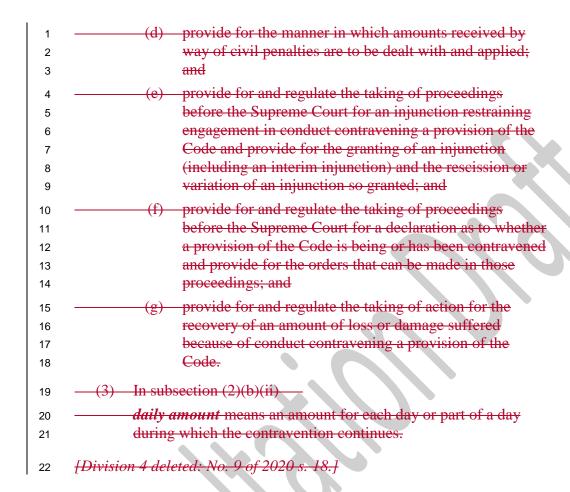
s. 117



Part 8 Access to services of network infrastructure facilities

Division 3 Enforcement

s. 118



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s. 119

1		Part 8A — Pilbara networks
2		[Heading inserted: No. 9 of 2020 s. 19.]
3		Division 1 — Preliminary
4		[Heading inserted: No. 9 of 2020 s. 19.]
5	119.	Purposes and objective of this Part
6	(1)	The purposes of this Part are —
7 8		(a) to provide for light regulation of access to services of covered Pilbara networks; and
9 10 11 12		(b) to give effect to the relevant principles of the Competition Principles Agreement in respect of the provision of access to services of certain covered Pilbara networks; and
13 14 15		(c) to provide for the operation, management, security and reliability of the interconnected Pilbara system and other Pilbara networks.
16 17 18	(2)	The objective of this Part (the <i>Pilbara electricity objective</i>) is to promote meet efficient investment in, and efficient operation and use of, services of Pilbara networks for the long term

21 — (a) price, quality, safety, reliability and security of supply of electricity; and

objective in the Pilbara region in relation to

19

20

25

26

27

28

23 — (b)—the reliability, safety and security of any interconnected Pilbara 24 — system.

interests of consumers of electricitythe State electricity

(3) The regulations, the Pilbara Networks Access Code and the Pilbara networks rules may provide for the matters a person or body who performs a function under this Part is to have regard to in determining whether the performance of the function meets the Pilbara electricity objective.

1 2	(4)	Without limiting subsection (3), the matters referred to in that subsection may include the following —
3 4		(a) the contribution of the Pilbara resources industry to the State's economy;
5 6		(b) the nature and scale of investment in the Pilbara resources industry;
7 8		(c) the importance to the Pilbara resources industry of a secure and reliable electricity supply.
9		[Section 119 inserted: No. 9 of 2020 s. 19.]
10	120.	Terms used
11		In this Part, unless the contrary intention appears —
12		interconnected Pilbara network means a Pilbara network that is
13		interconnected with another Pilbara network;
14		interconnected Pilbara system means a system of
15 16		interconnected Pilbara networks, including the following when connected to an interconnected Pilbara network —
17		(a) generating works and associated works;
18		(b) loads;
19		(c) facilities, including electricity storage facilities;
20		Pilbara access agreement means an agreement under the
21		Pilbara Networks Access Code between a network service
22		provider and another person for that person to have access to
23		services of a covered Pilbara network;
24		Pilbara electricity objective, see section 119(2);
25		Pilbara ISO, see section 120W;
26		Pilbara network service provider means a person who —
27 28		(a) owns, controls or operates a Pilbara network or any part of a Pilbara network; or
29 30		(b) proposes to own, control or operate a Pilbara network or any part of a Pilbara network;

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s. 120

1	Pilbar	a network user means a person provided or to be
2	provid	ed with access to services under a Pilbara access
3	agreen	nent but does not include the Pilbara ISO;
4	Pilbar	a networks participant means —
5	(a)	the Pilbara ISO; or
6	(b)	a Pilbara network service provider; or
7	(c)	a licensee of a generation licence if the generating works
8 9		to which the licence applies are connected to a Pilbara network; or
10 11	(d)	a licensee of a transmission licence if the transmission system is, or is part of, a Pilbara network; or
12 13	(e)	a licensee of a distribution licence if the distribution system is, or is part of, a Pilbara network; or
14 15	(f)	a licensee of a retail licence who sells electricity transported through a Pilbara network; or
16 17 18	(g)	a licensee of an integrated regional licence if at least one of the activities under the licence is an activity of a kind that could be covered by a licence referred to in
19	4	paragraphs (c) to (f); or
20	(h)	a Pilbara network user; or
21 22	(i) (a person on whom functions are conferred under this Part; or
23	(j)	a person on whom functions relating to this Part are
24		conferred by another written law; or
25 26	(k)	a person who is registered under the Pilbara networks rules as required by the regulations; or
27	(1)	a person whose conduct is regulated, or on whom
28		obligations are imposed, by regulations made under
29		section 120N(2)(a).

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[Section 120 inserted: No. 9 of 2020 s. 19.]

Part 8A

Pilbara networks

Division 2

Pilbara Networks Access Code

s. 120A

1		Division 2 — Pilbara Networks Access Code
2		[Heading inserted: No. 9 of 2020 s. 19.]
3	120A.	Minister to establish Pilbara Networks Access Code
4 5	(1)	The Minister is to establish, in accordance with this Part, a code to be called the Pilbara Networks Access Code —
6 7		(a) to give effect to the purposes set out in section 119(1)(a) and (b); and
8		(b) to meet the Pilbara electricity objective.
9 10	(2)	The Pilbara Networks Access Code may be established by amendment to the Code or by a separate instrument.
11		[Section 120A inserted: No. 9 of 2020 s. 19.]
12	120B.	Pilbara Networks Access Code — covered Pilbara networks
13 14		Provision is to be made in the Pilbara Networks Access Code for or in relation to the following —
15 16 17 18		(a) prescribing Pilbara networks that are to be covered Pilbara networks regulated under this Part with effect from the coming into operation of the Pilbara Networks Access Code;
19 20 21		(b) prescribing the processes (including the matters to be considered and the criteria to apply) by which the Minister is to decide the following —
22 23		(i) whether a covered Pilbara network is to be regulated under this Part;
24 25 26		(ii) whether a covered Pilbara network that is regulated under this Part is to cease to be regulated under this Part;
27 28		(c) the manner in which a decision referred to in paragraph (b) is to be published and come into effect;
29 30		(d) prescribing the circumstances in which a Pilbara network service provider may opt for a Pilbara network

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Pilbara networks
Pilbara Networks Access Code

Part 8A Division 2

s. 120B

	regulated under this Part and the processes for ng, and determining the outcome of, that option;
(e) preso	cribing the circumstances in which a Pilbara
` ' -	ork service provider that opted for a Pilbara
netw	ork to be regulated under this Part may opt for the
netw	ork to cease to be regulated under this Part and the
proce	esses for making, and determining the outcome of,
that o	option;
(f) the e	ffect on any processes, requirements, access
* *	gements or access agreements or other matter or
thing	under the electricity system and market rules Code
or the	e Pilbara Networks Access Code or any contract
of —	
(i)	a decision referred to in paragraph (b) that a
	covered Pilbara network is to be regulated under
	this Part; or
(ii)	a decision referred to in paragraph (b) that a
` '	covered Pilbara network is to cease to be
	regulated under this Part; or
(iii)	a Pilbara network service provider opting for a
, ,	Pilbara network to be regulated under this Part;
	or
(iv)	a Pilbara network service provider opting for a
	covered Pilbara network to cease to be regulated
	under this Part;
(g) any t	ransitional matters for the purposes of
	graphs (a) to (f);
(h) gene	rally, the relationship between the <u>electricity system</u>
and r	market rules Code and the Pilbara Networks Access
	e, including things done under, or governed by, the
	ricity system and market rules Code or the Pilbara
Netw	vorks Access Code.
[Section 120	B inserted: No. 9 of 2020 s. 19.]
	maki (e) presc netw netw netw proce that c (f) the e arran thing or the of (ii) (iii) (iv) (g) any t parag (h) general and t Code elect Netw

Part 8A

Pilbara networks

Division 2

Pilbara Networks Access Code

s. 120C

1	120C.	Pilbara Networks Access Code — light regulation	ıra Netwo	
2 3 4		Provision is to be made in the Pilbara Networks Access Code for or in relation to the following matters in relation to covered Pilbara networks —	r in relatio	
5 6		(a) access by persons to services of covered Pilbara networks in accordance with —		
7		(i) Pilbara access agreements; or	(i)	
8		(ii) determinations made by way of arbitration;	(ii)	
9 10		(b) Pilbara access agreements and contracts to be subject to determinations or requirements of the Pilbara ISO;		9
11		(c) network access pricing regulation principles;	networl	,
12 13 14 15		(d) the procedures, requirements, methodologies, guidelines, parameters, values and processes to be followed or used by a Pilbara network service provider in connection with prices, tariffs, revenue and costs;	guidelii followe	
16 17 18		 the rights, powers and duties that are to apply to and in relation to the negotiation, making, and implementation of Pilbara access agreements; 	relation	
19 20 21		 (f) the duties and requirements in relation to the provision of access to services that are to be complied with by a Pilbara network service provider; 	of acces	
22 23		(g) requiring a Pilbara network service provider to develop and publish the following in relation to its services —	_	
24 25 26 27		(i) standing prices for connection and access to its services, including reasonable details of the methodologies and assumptions used in determining standing prices; and		
28 29		(ii) standing terms for connection and access to its services; and		
30 31		(iii) information to assist persons seeking connection and access to its services;	1 1	

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Pilbara networks
Pilbara Networks Access Code

Part 8A Division 2 s. 120C

the circumstances in which a Pilbara network service (h) 1 provider may or may not offer or agree to different 2 prices and terms for different Pilbara network users 3 (including prices and terms determined in accordance 4 with provisions made under paragraphs (c) to (g)); 5 access to the services of stand-alone power systems; (i) 6 providing for the resolution of disputes in relation to (j) 7 connection and access to services or in relation to things 8 done or omitted to be done by a Pilbara network service 9 provider under the Pilbara Networks Access Code 10 including — 11 arbitration of disputes by a person or body that is (i) 12 determined or appointed in accordance with the 13 Pilbara Networks Access Code: and 14 the conferral of functions on a person or body (ii) 15 arbitrating disputes; 16 conferring functions on the Authority, including — (k) 17 supervisory and other functions for the purposes 18 of the Pilbara Networks Access Code, including 19 dispute resolution functions; and 20 the function of determining requirements (ii) 21 (including prices and terms) in relation to access 22 to services that are to be complied with by a 23 Pilbara network service provider or a person 24 seeking access to services and applied by a 25 person or body arbitrating disputes; and 26 the issuing of guidelines for the purposes of this 27 Division; 28 the obligations of Pilbara networks participants to 29 comply with guidelines issued by the Authority; 30 the obligations of a Pilbara network service provider in 31 respect of the segregation of the functions and business 32 of providing services from the Pilbara network service

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provider's other functions and business;

34

Part 8A Pilbara networks Division 2 Pilbara Networks Access Code s. 120C

1 2 3 4	(n)	segreg the Au	ing the approval by the Authority of a proposed ation referred to in paragraph (m) and enabling thority to amend the proposal or add to or waive the obligations;
5 6	(0)		es between related bodies corporate (as defined in proporations Act 2001 (Commonwealth) section 9);
7 8	(p)		ring rights and imposing obligations on Pilbara rks participants;
9 10	(q)	_	ting the disclosure and use of confidential or ercially sensitive information;
11	(r)	confer	ring functions on —
12		(i)	the Minister; or
13		(ii)	the Pilbara ISO;
14 15 16	(s)	-	pect of costs incurred in the performance of ons conferred on the Authority or the Pilbara ISO, the for —
17 18		(i)	the implementation of accounting arrangements to enable those costs to be identified; and
19 20		(ii)	the allocation of those costs between Pilbara networks participants; and
21 22 23 24		(iii)	in the case of the Pilbara ISO, any costs incurred in anticipation of, or preparation for, the performance of the functions of the Pilbara ISO; and
25		(iv)	the recovery of those costs;
26	(t)		ing for the relationship between the Minister, or
27			r Minister, and a participant referred to in
28 29			n 120ZA in respect of the performance of the ons of the participant;
30	(u)		ing for the regulation of matters —
31		(i)	of a savings, transitional or supplementary
32			nature; or

Pilbara networks Pilbara Networks Access Code Part 8A Division 2

s. 120D

1 2		(ii) that are otherwise necessary or convenient for the purposes of this Division.
3		[Section 120C inserted: No. 9 of 2020 s. 19.]
4 5	120D.	Additional matters for Pilbara Networks Access Code and other instruments
6 7 8 9	(1)	The regulations or the Pilbara Networks Access Code may provide that if the disclosure or use of confidential or commercially sensitive information is authorised by the regulations or the Pilbara Networks Access Code — (a) no civil or criminal liability is incurred in respect of the
11		use or disclosure; and
12		(b) the use or disclosure is not to be regarded as —
13 14		(i) a breach of any duty of confidentiality or secrecy imposed by law or contract; or
15 16 17		 (ii) a breach of professional ethics or standards or any principles of conduct applicable to a person's employment; or
18		(iii) unprofessional conduct.
19 20 21 22 23	(2)	The regulations, the Pilbara Networks Access Code, an instrument made under the Pilbara Networks Access Code or an instrument amending any of them, may apply, adopt or incorporate, with or without modification, material contained in any other document or writing as in effect or existing —
24 25 26		(a) when the regulations, Pilbara Networks Access Code, instrument or amending instrument comes into operation; or
27	V	(b) at a specified prior time.
28 29 30 31	(3)	Without limiting section 120C(s), if it is inappropriate to prescribe a set fee or charge in connection with the performance of a particular function, the regulations or the Pilbara Networks Access Code may provide for the method of calculating the fee

Part 8A Pilbara networks

Division 2 Pilbara Networks Access Code

s. 120E

or charge, including calculation according to the cost of 1 performing that function. 2 (4) The following decisions are not liable to be challenged in, or 3 reviewed or called in question by, a court or tribunal otherwise 4 than under section 130 — 5 a decision under the Pilbara Networks Access Code as 6 to whether a covered Pilbara network is to be regulated 7 under this Part or is to cease to be regulated under this 8 Part: 9 a decision under the Pilbara Networks Access Code as (b) 10 to whether a Pilbara network service provider does or 11 does not satisfy the requirements to 12 opt for the Pilbara network to be regulated under 13 this Part; or 14 opt for the covered Pilbara network to cease to (ii) 15 be regulated under this Part. 16 (5) The regulations or the transitional provisions referred to in 17 section 120C(u)(i) may authorise the Minister to determine by 18 order published in the Gazette how any matter or thing in 19 progress immediately before the commencement of the Pilbara 20 Networks Access Code is to be treated, after that 21 commencement, for the purposes of the provisions of the 22 Pilbara Networks Access Code. 23 [Section 120D inserted: No. 9 of 2020 s. 19.] 24 120E. Additional matters for Pilbara Networks Access Code: more 25 than one provider for network 26 The Pilbara Networks Access Code may provide for the 27 following — 28 (a) that if there is more than one Pilbara network service 29 provider for a Pilbara network and a thing is required or 30 permitted under the Pilbara Networks Access Code to be 31 done by the Pilbara network service providers, one of 32 the Pilbara network service providers may, with the 33

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Pilbara Networks Access Code

Part 8A Division 2

s. 120F

1 2			consent of one or more of the other providers, do that thing on behalf of those consenting providers;
3		(b)	that a thing done or omitted to be done by a Pilbara
4			network service provider on behalf of another Pilbara
5			network service provider for a Pilbara network as
6			referred to in paragraph (a) is taken to have been done of
7 8			omitted to be done by that other Pilbara network service provider;
9		(c)	that if there is more than one Pilbara network service
10			provider that is a party to an access arrangement for a
11			Pilbara network and that arrangement allocates things
12			required or permitted under the Pilbara Networks
13			Access Code to be done between those Pilbara network
14			service providers, the provider to whom the thing is
15			allocated under that arrangement is required or
16			permitted to do that thing.
17		[Section	on 120E inserted: No. 9 of 2020 s. 19.]
18	120F.	Conse	equential amendments to the electricity system and
19		marke	et rules Code
20	(1)	The M	Iinister may amend the electricity system and market
21			
		<u>rules</u> C	Code to give effect to, and make any consequential
22			Code to give effect to, and make any consequential lments relating to, the Pilbara Networks Access Code.
22 23	(2)	amend	lments relating to, the Pilbara Networks Access Code.
	(2)	amend Section	• •
23	(2)	Sectional amenda	Iments relating to, the Pilbara Networks Access Code. ns 108 and 109 do not apply to the making of
23 24	(2)	Sectional amenda connection	Iments relating to, the Pilbara Networks Access Code. ns 108 and 109 do not apply to the making of Iments to the Code mentioned in subsection (1) in
23 24 25	<u>(2)</u>	Sectionamend connect Network	Iments relating to, the Pilbara Networks Access Code. ns 108 and 109 do not apply to the making of Iments to the Code mentioned in subsection (1) in ction with the establishment of the initial Pilbara orks Access Code. nirement under this Act or the regulations for public
23 24 25 26	```	Sectionamend connect Network A required consul	Iments relating to, the Pilbara Networks Access Code. ns 108 and 109 do not apply to the making of Iments to the Code mentioned in subsection (1) in ection with the establishment of the initial Pilbara orks Access Code. uirement under this Act or the regulations for public Itation before amending the electricity system and market
23 24 25 26 27	```	A requestion consultrules de	Iments relating to, the Pilbara Networks Access Code. ns 108 and 109 do not apply to the making of Iments to the Code mentioned in subsection (1) in ction with the establishment of the initial Pilbara orks Access Code. nirement under this Act or the regulations for public Itation before amending the electricity system and market loes not apply to an amendment made under
23 24 25 26 27 28	```	A requestion consultrules de	Iments relating to, the Pilbara Networks Access Code. ns 108 and 109 do not apply to the making of Iments to the Code mentioned in subsection (1) in ection with the establishment of the initial Pilbara orks Access Code. uirement under this Act or the regulations for public Itation before amending the electricity system and market

Part 8A Pilbara networks

Division 2 Pilbara Networks Access Code

s. 120G

120G. Pilbara Networks Access Code is subsidiary legislation

•	1200.	i induita i tetworks riceess code is substaining registation
2	(1)	In this section —
3		Pilbara Networks Access Code includes —
4		(a) an amendment of the Pilbara Networks Access Code; or
5		(b) a code repealing and replacing the Pilbara Networks
6		Access Code.
7	(2)	This section applies if the Pilbara Networks Access Code is
8		established by a separate instrument under section 120A(2).
9	(3)	The Pilbara Networks Access Code is subsidiary legislation for
10		the purposes of the Interpretation Act 1984.
11	(4)	The Pilbara Networks Access Code is to be laid before each
12		House of Parliament within 6 sitting days of that House after the
13		day on which the code is published in the Gazette.
14	(5)	Notice of motion to disallow the Pilbara Networks Access Code
15		or any part of the code may be given in either House of
16		Parliament within 10 sitting days of that House after the day on
17		which the code is laid before it under subsection (4).
18	(6)	Within 10 sitting days of a House of Parliament after notice of
19		motion has been given in that House under subsection (5), that
20		House may pass a resolution disallowing the Pilbara Networks
21		Access Code or any part of the code.
22	(7)	If the Pilbara Networks Access Code is not laid before both
23		Houses of Parliament under subsection (4), or is disallowed by
24		either House in whole or in part under subsection (6), the code,
25		or the disallowed part of the code (as applicable) ceases to have
26		effect, but without affecting the validity or curing the invalidity of anything done or the omission of anything in the meantime.
27		
28	(8)	If a resolution has been passed under subsection (6), notice to
29		that effect is to be published in the <i>Gazette</i> within 21 days.

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[Section 120G inserted: No. 9 of 2020 s. 19.]

Pilbara Networks Access Code

Divis	sion 2	
S.	120H	

1 2	120H.	Public comment on amendment or replacement of Pilbara Networks Access Code		
3 4 5	(1)	This section applies if the Pilbara Networks Access Code is established by a separate instrument under section 120A(2) and the Minister intends to exercise the power —		
6		(a) to amend the Pilbara Networks Access Code; or		
7		(b) to repeal and replace it.		
8 9 10	(2)	Before exercising the power, the Minister must make the proposed amendment or replacement available for public comment in accordance with subsection (3).		
11	(3)	The Minister must —		
12 13		(a) cause a notice giving a general description of the proposal to be published —		
14 15		(i) in an issue of a daily newspaper circulating throughout the Commonwealth; and		
16 17		(ii) in an issue of a daily newspaper circulating throughout the State; and		
18		(iii) on an appropriate website;		
19		and		
20		(b) include in the notice the following information —		
21 22		(i) the website at which a copy of the proposal may be obtained; and		
23		(ii) a statement that written submissions on the		
24		proposal may be made to the Minister by any		
25		person within a specified period; and		
26		(iii) how the submissions may be made.		
27	(4)	The period specified under subsection (3)(b)(ii) is not to be less		
28		than 30 days after both of the notices under subsection (3)(a)(i)		
29		and (ii) have been published.		

s. 120l

The Minister must have regard to any submission made in (5) 1 accordance with the notice. 2 [Section 120H inserted: No. 9 of 2020 s. 19.] 3 120I. **Exception to section 120H** 4 (1) Section 120H(2) does not apply if the Minister is satisfied that a 5 proposed amendment to the Pilbara Networks Access Code 6 is — 7 (a) of a minor nature; or 8 (b) required to be made urgently. 9 If in reliance on subsection (1)(b) the Minister amends the 10 Pilbara Networks Access Code without complying with 11 section 120H(2) — 12 the Minister must call for public comment on the (a) 13 amendment as soon as is practicable; and 14 section 120H(3) and (4) apply with all necessary (b) 15 modifications. 16 Having regard to any submissions made on the amendment, the 17 Minister must consider whether the Pilbara Networks Access 18 Code should be amended 19 to reverse the effect of the amendment; or (a) 20 in some other manner. (b) 21 [Section 120I inserted: No. 9 of 2020 s. 19.] 22 120J. Consultation with network service providers on amendment 23 or replacement of Pilbara Networks Access Code 24 (1) Without limiting section 120H, if the Minister considers that a 25 proposed amendment or replacement of the Pilbara Networks 26 Access Code that is established by a separate instrument under 27 section 120A(2) may materially affect a network service 28 provider, the Minister must — 29 consult with the network service provider; and (a) 30

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s. 120K

1 2		(b) have regard to any submissions that the network service provider makes in relation to the proposal.		
3 4 5 6 7 8	(2)	If a network service provider considers that the Pilbara Networks Access Code, or a provision of it, has, as a result of altered circumstances, become unreasonable or inappropriate in its application to the network service provider, the network service provider may make a submission to the Minister requesting that the Pilbara Networks Access Code be amended or be repealed and replaced.		
10 11 12	(3)	The Minister must consider a submission made under subsection (2) and, if requested by the network service provide consult with the network service provider in relation to it.		
13		[Section 120J inserted: No. 9 of 2020 s. 19.]		
14		Division 3 — Pilbara networks rules		
15		[Heading inserted: No. 9 of 2020 s. 19.]		
16	120K.	Regulations to provide for Pilbara networks rules		
17 18 19	(1)	The regulations are to provide for rules (<i>Pilbara networks rules</i>) for the operation, management, security and reliability of any interconnected Pilbara system.		
20 21 22 23	(2)	The regulations may provide for the Pilbara networks rules to provide for, and in relation to, the operation, management, security and reliability of covered Pilbara networks that are not part of an interconnected Pilbara system.		
24 25 26 27	(3)	The regulations may also provide for the Pilbara networks rules to provide for, and in relation to, the following matters in relation to Pilbara networks that are not covered Pilbara networks or part of an interconnected Pilbara system —		
28 29		(a) the functions of the Pilbara ISO under section 120W(4)(d);		
30 31		(b) the obligations of Pilbara network service providers to provide information to, and assist, the Pilbara ISO in the		

Part 8A Pilbara networks

Division 3 Pilbara networks rules

s. 120L

1 2		performance of the functions referred to in paragraph (a):-
3		(c) the regulation of the powers of the Regional Power
4		Corporation to provide stand-alone power systems or
5		storage works, including stand-alone power systems or
6		storage works that do not form part of a covered Pilbara
7		network.
8 9	(4)	The rules are to set out or deal with the matters prescribed by the regulations.
10		[Section 120K inserted: No. 9 of 2020 s. 19.]
11	120L.	Pilbara networks rules not subsidiary legislation
12 13 14 15	(1)	The Pilbara networks rules are not subsidiary legislation for the purposes of the <i>Interpretation Act 1984</i> and section 42 of that Act does not apply to them or to rules amending them or repealing and replacing them.
16 17 18 19	(2)	The <i>Interpretation Act 1984</i> sections 43 (other than subsection (6)), 44, 48, 48A, 50(1), 53, 55, 56, 58, 59, 75 and 76 and Part VIII apply to the Pilbara networks rules as if they were subsidiary legislation.
20		[Section 120L inserted: No. 9 of 2020 s. 19.]
21	120M.	Establishment and amendment of Pilbara networks rules
22		The regulations may provide for —
23		(a) the establishment of the initial Pilbara networks rules;
24		and
25		(b) the amendment, or repeal and replacement, of the
26 27		Pilbara networks rules by rules made in accordance with the regulations and the Pilbara networks rules; and
28 29		(c) the publication, commencement, and laying before each House of Parliament, of the initial Pilbara networks

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Pilbara networks Pilbara networks rules Part 8A Division 3

s. 120N

1 2		rules and rules amending, or repealing and replacing, the Pilbara networks rules.		
3		[Section 120M inserted: No. 9 of 2020 s. 19.]		
4	120N.	General matters to be dealt with in regulations		
5 6	(1)	The regulations may prescribe all matters that are necessary or convenient to be prescribed —		
7		(a) in relation to the matters set out in section 120K; and		
8 9		(b) to give effect to the purpose set out in section 119(1)(c); and		
10 11		(c) to meet the Pilbara electricity objective in relation to those matters.		
12 13	(2)	Without limiting section 120K, 131 or 131B or subsection (1), the regulations may do all or any of the following —		
14 15		(a) regulate the conduct of persons and impose obligations on them;		
16 17		(b) confer functions, or authorise the Pilbara networks rules to confer functions, on any of the following —		
18		(i) the Minister;		
19		(ii) the Authority;		
20		(iii) the Pilbara ISO;		
21		(iv) a person holding an office under a written law;		
22		(v) a body established under a written law;		
23		(vi) any other person;		
24		(c) provide for the relationship between the Minister or		
25		another Minister and a person or body referred to in		
26 27		paragraph (b)(ii) to (vi) in relation to the performance of the functions of the person or body;		
28 29		(d) authorise the Pilbara networks rules to confer rights and impose obligations on Pilbara networks participants;		

Part 8A Pilbara networks

Division 3 Pilbara networks rules

s. 120N

1 2 3	(e)	provid	le, for the resolution of disputes between Pilbara rks participants;
4	(f)	author	rise the Pilbara networks rules to —
5 6 7		(i)	authorise the Pilbara ISO to make instruments establishing protocols and procedures and any other instruments related to the performance of
8			its functions; and
9		(ii)	provide for the effect of those instruments;
10 11 12	(g)	or rep	le for the process of making, amending, repealing lacing an instrument made by the Pilbara ISO a power conferred under paragraph (f);
13 14	(h)	provid	le, or authorise the Pilbara networks rules to le, for metering of electricity in covered Pilbara rks and interconnected Pilbara networks, including
15 16			oviding for —
17 18		(i)	the provision, operation and maintenance of metering equipment; and
19		(ii)	ownership of and access to metering data;
20	(i)	provid	le, or authorise the Pilbara networks rules to
21 22		-	le, for the regulation of the disclosure and use of ential or commercially sensitive information;
23	(j)		pect of costs incurred in the performance of
24		_	ons conferred on a person or body referred to in
25			raph (b)(ii) to (vi), provide for —
26 27		(i)	the implementation of accounting arrangements to enable those costs to be identified; and
28 29		(ii)	the allocation of those costs between Pilbara networks participants; and
20		(iii)	the recovery of those costs:

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Pilbara networks Pilbara networks rules Part 8A Division 3 s. 1200

1 2		(k) provide, or authorise the Pilbara networks rules to provide, for the regulation of matters —		
3		(i) of a savings, transitional or supplementary nature; or		
5 6		(ii) that are otherwise necessary or convenient for the purposes of this Division.		
7 8 9 10	(3)	The reference to costs in subsection (2)(j) includes, in relation to the Pilbara ISO, any costs incurred in anticipation of, or in preparation for, the performance of the functions of the Pilbara ISO.		
11 12 13 14	(4)	Despite subsection (2), the regulations may regulate the conduct of, and confer rights and impose obligations on, network service providers of Pilbara networks that are not covered Pilbara networks or interconnected Pilbara networks only for the purposes set out in section 120K(3).		
16		[Section 120N inserted: No. 9 of 2020 s. 19.]		
17	1200.	Additional matters to be dealt with in regulations or rules		
		Without limiting section 120N(2)(a), the regulations may prohibit persons from engaging in an activity specified in the regulations unless they are registered in accordance with the Pilbara networks rules.		
18 19 20 21	(1)	prohibit persons from engaging in an activity specified in the regulations unless they are registered in accordance with the		
19 20	(1)	prohibit persons from engaging in an activity specified in the regulations unless they are registered in accordance with the		
19 20 21 22 23		prohibit persons from engaging in an activity specified in the regulations unless they are registered in accordance with the Pilbara networks rules. The regulations or the Pilbara networks rules may provide that if the disclosure or use of confidential or commercially sensitive		
19 20 21 22 23 24 25		prohibit persons from engaging in an activity specified in the regulations unless they are registered in accordance with the Pilbara networks rules. The regulations or the Pilbara networks rules may provide that if the disclosure or use of confidential or commercially sensitive information is authorised by the rules — (a) no civil or criminal liability is incurred in respect of the		
19 20 21 22 23 24 25 26		prohibit persons from engaging in an activity specified in the regulations unless they are registered in accordance with the Pilbara networks rules. The regulations or the Pilbara networks rules may provide that if the disclosure or use of confidential or commercially sensitive information is authorised by the rules — (a) no civil or criminal liability is incurred in respect of the use or disclosure; and		
19 20 21 22 23 24 25 26 27		prohibit persons from engaging in an activity specified in the regulations unless they are registered in accordance with the Pilbara networks rules. The regulations or the Pilbara networks rules may provide that if the disclosure or use of confidential or commercially sensitive information is authorised by the rules — (a) no civil or criminal liability is incurred in respect of the use or disclosure; and (b) the use or disclosure is not to be regarded as — (i) a breach of any duty of confidentiality or secrecy		

Part 8A Pilbara networks

Division 3 Pilbara networks rules

s. 120P

1		(iii) unprofessional conduct.
2 (3 4 5 6	under of the modif	gulations, the Pilbara networks rules, an instrument made the Pilbara networks rules or an instrument amending any m, may apply, adopt or incorporate, with or without lication, material contained in any other document or g as in effect or existing —
7 8	(a)	when the regulations, Pilbara networks rules, instrument or amending instrument comes into operation; or
9	(b)	at a specified prior time.
10 (11 12 13	of a p	ut limiting section 120N(2)(j), if it is inappropriate to libe a set fee or charge in connection with the performance articular function, the regulations may provide for the d of calculating the fee or charge, including calculation ling to the cost of performing that function.
15 (16 17 18 19 20	may a the Go before treated	gulations, or the rules referred to in section 120N(2)(k)(i), athorise the Minister to determine by order published in azette how any matter or thing in progress immediately the commencement of the Pilbara networks rules is to be 1, after that commencement, for the purposes of the ions of the Pilbara networks rules.
21	[Secti	on 1200 inserted: No. 9 of 2020 s. 19.]
22 120 23	P. Addit provi	ional matters to be dealt with in rules: more than one ler
24 25		gulations may provide that the Pilbara networks rules rovide for the following —
26 27 28 29 30 31	(a)	that if there is more than one Pilbara network service provider for a Pilbara network and a thing is required or permitted by the Pilbara networks rules to be done by the Pilbara network service providers, one of the Pilbara network service providers may, with the consent of one or more of the other providers, do that thing on behalf of those consenting providers:

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Pilbara networks
Pilbara networks technical rules

Part 8A

Division 4

s. 120Q

1 2 3 4 5 6 7 8 9 10 11 12 13		 (b) that a thing done or omitted to be done by a Pilbara network service provider on behalf of another Pilbara network service provider for a Pilbara network as referred to in paragraph (a) is taken to have been done or omitted to be done by that other Pilbara network service provider; (c) that if there is more than one Pilbara network service provider for a Pilbara network and the Pilbara network service providers publish an instrument in accordance with the Pilbara networks rules that allocates things required or permitted by those rules to be done between those Pilbara network service providers, the provider to whom the thing is allocated under that instrument is
14		required or permitted to do that thing.
15		[Section 120P inserted: No. 9 of 2020 s. 19.]
16		Division 4 — Pilbara networks technical rules
17		[Heading inserted: No. 9 of 2020 s. 19.]
18	120Q.	Technical rules
19	(1)	The regulations may provide for the following —
20 21		(a) for the making, formulation and approval of technical rules for the purposes of this Part;
22 23 24 25		(b) for the Pilbara Networks Access Code or the Pilbara networks rules to provide for the making, formulation and approval of technical rules for the purposes of this Part.
26 27	(2)	The technical rules may include rules made for the purposes of all or any of the following —
28		(a) access to services of covered Pilbara networks;
29 30		(b) network and system operations and, power electricity system reliability and stability and system security for

s. 120R

1		covered Pilbara networks and interconnected Pilbara networks.		
3	[Section 120Q inserted: No. 9 of 2020 s. 19.]			
4		Division 5 — Enforcement		
5		[Heading inserted: No. 9 of 2020 s. 19.]		
6 7	120R.	20R. References to contravening regulations, Pilbara Networks Access Code or Pilbara networks rules		
8 9 10		A reference in this Division to contravening a provision of the regulations or the Pilbara Networks Access Code or the Pilbara networks rules includes a reference to —		
11		(a) attempting to contravene the provision; or		
12 13		(b) aiding, abetting, counselling or procuring a person to contravene the provision; or		
14 15 16		(c) inducing, or attempting to induce, a person, whether by threats or promises or otherwise, to contravene the provision; or		
17 18 19		(d) being in any way, directly or indirectly, knowingly concerned in, or party to, the contravention by a person of the provision; or		
20		(e) conspiring with others to contravene the provision.		
21		[Section 120R inserted: No. 9 of 2020 s. 19.]		
22	120S.	Prohibitions on hindering or preventing access		
23	(1)	In this section —		
24 25 26		associate, in relation to a person, has the meaning it would have under the <i>Corporations Act 2001</i> (Commonwealth) Part 1.2 Division 2 if sections 13, 16(2) and 17 of that Act were deleted.		
27	(2)	A Pilbara network service provider of a covered Pilbara network		

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1 2		network service provider, must not engage in conduct for the purpose of hindering or preventing —	he
3 4		(a) access by any person to services in accordance with Part; or	1 this
5 6		(b) the making of Pilbara access agreements or any particular agreement in respect of that network; or	
7 8 9		(c) the access to which a person is entitled under a Pilb access agreement or a determination made by way arbitration.	
10		Penalty for this subsection: a fine of \$100 000.	1
11		Daily penalty for this subsection: a fine of \$20 000.	
12 13 14 15	(3)	A person who has access to services, or an associate of the person, must not engage in conduct for the purpose of hind or preventing access by another person to services of a cov Pilbara network that is regulated under this Part.	lering
16		Penalty for this subsection: a fine of \$100 000.	
17		Daily penalty for this subsection: a fine of \$20 000.	
18	(4)	Without limiting subsection (2) or (3) —	
19 20		(a) a person is taken to engage in conduct for a particular purpose if —	lar
21 22		(i) the conduct is or was engaged in for purpose that include, or included, that purpose; and	es
23		(ii) that purpose is or was a substantial purpose;	•
24		and	
25 26 27		(b) a person may be taken to have engaged in conduct a particular purpose even though, after all the evidence has been considered, the existence of that purpose is	ce
28 29		ascertainable only by inference from the conduct of person or of any other person or from other relevan	
20		circumstances	

Part 8A Pilbara networks
Division 5 Enforcement
s. 120T

1	(5)	In this	section	1—
2 3 4		(a)		rence to engaging in conduct is a reference to or refusing to do any act and includes a reference
5 6 7			(i)	making a contract, agreement or arrangement or giving effect to a provision of a contract, agreement or arrangement; or
8 9			(ii)	arriving at an understanding or giving effect to a provision of an understanding; or
10 11			(iii)	requiring a covenant to be given or giving a covenant;
12			and	
13 14		(b)	a refer to —	rence to refusing to do an act includes a reference
15 16			(i)	refraining (otherwise than inadvertently) from doing the act; or
17			(ii)	making it known that the act will not be done.
18 19 20	(6)	person	engage	or (3) does not apply to conduct in which a ed in accordance with an agreement, if the as in force on 30 March 1995.
21		[Section	on 120S	S inserted: No. 9 of 2020 s. 19.]
22	120T.	Procee	edings	
23 24	(1)	_		ings cannot be brought in respect of a matter the Pilbara Networks Access Code except
25		(a)	in acc	ordance with the regulations; or
26		(b)		vitration under the Pilbara Networks Access Code;
27		(c)	or in acc	ordance with section 130.
29	(2)	Nothin	ig in su	bsection (1) affects the right of a person
30			_	ng civil proceedings in respect of any matter or
31				or seek any relief or remedy, if the cause of action

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1 2		arises, or the relief or remedy is sought, on grounds that do not rely on the Pilbara Networks Access Code; or
3 4 5		(b) to bring proceedings for judicial review of a decision made under this Act or the Pilbara Networks Access Code.
6		[Section 120T inserted: No. 9 of 2020 s. 19.]
7	120U.	Criminal proceedings do not lie
8 9 10 11	(1)	Criminal proceedings (including proceedings under <i>The Criminal Code</i> section 177 or 178) do not lie against a person by reason only that the person has contravened a provision of the Pilbara Networks Access Code.
12	(2)	Nothing in subsection (1) affects section 120S.
13		[Section 120U inserted: No. 9 of 2020 s. 19.]
14 15	120V.	Regulations as to enforcement of Pilbara Networks Access Code and Pilbara networks rules
16 17 18	(1)	The regulations may prescribe all matters that are necessary or convenient to be prescribed for the enforcement of the Pilbara Networks Access Code and the Pilbara networks rules.
19 20	(2)	Without limiting section 131 or 131B or subsection (1), the regulations may do all or any of the following —
21 22 23 24 25		(a) provide that a provision of the Pilbara Networks Access Code or the Pilbara networks rules specified in the regulations, or of a class specified in the regulations, is a civil penalty provision for the purposes of the regulations;
26 27 28 29		(b) prescribe, for a contravention of a civil penalty provision the following amounts that may, in accordance with the regulations, be demanded from or imposed upon a person who contravenes the provision —
30		(i) an amount not exceeding \$100 000; and

Part 8A Pilbara networks
Division 5 Enforcement
s. 120V

in addition, a daily amount not exceeding 1 \$20 000: 2 (c) provide for demands for the payment of amounts 3 referred to in paragraph (b) and the enforcement of 4 demands for their payment; 5 provide for and regulate the taking of proceedings in (d) 6 respect of alleged contraventions of provisions of the 7 Pilbara Networks Access Code or the Pilbara networks 8 rules, provide for the orders that can be made and other 9 sanctions that can be imposed in those proceedings and 10 provide for the enforcement of those orders and 11 sanctions; 12 (e) provide for the manner in which amounts received by 13 way of civil penalties are to be dealt with and applied; 14 provide for and regulate the taking of proceedings (f) 15 before the Supreme Court for an injunction restraining 16 engagement in conduct contravening a provision of the 17 Pilbara Networks Access Code or the Pilbara networks 18 rules and provide for the granting of an injunction 19 (including an interim injunction) and the rescission or 20 variation of an injunction so granted; 21 provide for and regulate the taking of proceedings 22 before the Supreme Court for a declaration as to whether 23 a provision of the Pilbara Networks Access Code or the 24 Pilbara networks rules is being or has been contravened 25 and provide for the orders that can be made in those 26 proceedings; 27 (h) provide for and regulate the taking of action for the 28 recovery of an amount of loss or damage suffered 29 because of conduct contravening a provision of the 30 Pilbara Networks Access Code or the Pilbara networks 31 rules; 32 provide for and regulate the making of applications for, 33 and the issue of, warrants relating to the investigation of 34 alleged contraventions of provisions of the Pilbara 35

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Pilbara networks Independent system operator

Part 8A Division 6 s. 120W

1 2		Networks Access Code or the Pilbara networks rules and for the powers exercisable under warrants.
3	(3)	In subsection (2)(b)(ii) —
4 5		<i>daily amount</i> means an amount for each day or part of a day during which the contravention continues.
6		[Section 120V inserted: No. 9 of 2020 s. 19.]
7		Division 6 — Independent system operator
8		[Heading inserted: No. 9 of 2020 s. 19.]
9	120W.	Independent system operator
10 11	(1)	There is to be an independent system operator for Pilbara networks (the <i>Pilbara ISO</i>).
12	(2)	The Pilbara ISO is to be a person specified in the regulations.
13 14	(3)	Without limiting subsection (2), the regulations may specify the Regional Power Corporation as the Pilbara ISO.
15 16	(4)	Subject to subsection (5), the Pilbara ISO has the following functions —
17 18		(a) to maintain and improve system security <u>and reliability</u> in any interconnected Pilbara system;
19 20		(b) to facilitate overall network co-ordination and planning for interconnected Pilbara systems;
21 22 23		(c) any functions in relation to covered Pilbara networks given by this Act, the regulations, the Pilbara Networks Access Code or the Pilbara networks rules;
24 25 26		(d) in relation to Pilbara networks that are not covered Pilbara networks or part of an interconnected Pilbara system —
27 28		(i) to collect and consider information relating to the operation, management, security and reliability of the Pilbara networks; and

1 2 3		(ii) to report as specified by the regulations to the Minister, the Authority or a specified person on those matters; and	
4		(iii) to publish information on those matters.	
5 6 7	(5)	The regulations may specify that the initial Pilbara ISO is to have only those functions mentioned in subsection (4) that are specified in the regulations.	
8		[Section 120W inserted: No. 9 of 2020 s. 19.]	
9	120X.	Regulations relating to Pilbara ISO	
0 1 2		The regulations may provide, or authorise the Pilbara Networks Access Code or the Pilbara networks rules to provide, for the following —	
3		(a) that the Pilbara ISO may delegate the performance of a function to another person or body;	
5 6 7		(b) that a delegation under paragraph (a) may permit the delegate to further delegate the performance of the function in accordance with the delegation;	
8		(c) the regulation of delegations under this section;	
9 20 21 22		 (d) the regulation of contracts relating to delegations under this section, including that such contracts must comply with the requirements specified in the regulations, code or rules; 	
23 24 25		(e) the obligations of the Pilbara ISO in relation to a function the performance of which has been delegated to another person or body;	
26 27 28		(f) the obligations of the Pilbara ISO in relation to the segregation of the functions of the Pilbara ISO under this Part (including as to personnel, operations, financial and legal matters and related matters) from other	
30		functions and business of the Pilbara ISO;	

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Pilbara networks Functions of Authority

Part 8A Division 7 s. 120Y

1		(g) the obligations of the Pilbara ISO to —
2		(i) report as specified by the regulations to the
3 4		Minister, the Authority or a specified person on specified matters; and
5		(ii) prepare and publish information on specified
6		matters.
7		[Section 120X inserted: No. 9 of 2020 s. 19.]
8		Division 7 — Functions of Authority
9		[Heading inserted: No. 9 of 2020 s. 19.]
10	120Y.	Functions of Authority
11	(1)	The Authority has the functions conferred on it under this Part.
12	(2)	Without limiting section 131 or 131B or subsection (1), the
13		regulations may provide for the obligations of the Authority to —
14		
15		(a) report to the Minister on specified matters; and
16		(b) prepare and publish information on specified matters.
17		[Section 120Y inserted: No. 9 of 2020 s. 19.]
18		Division 8 — Reviews of decisions
19		[Heading inserted: No. 9 of 2020 s. 19.]
20	120Z.	Reviews of decisions
21	(1)	Application may be made to the Board for the review by the
22		Board of decisions of the following that are made under the
23		regulations or the Pilbara networks rules and are of a class
24		specified in the regulations —
25 26		(a) a person on whom functions are conferred under this Part;
27		(b) a person on whom functions relating to this Part are
28		conferred by another written law.

Pilbara networks

Immunity

Part 8A

27

28

Division 9

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to officer of a corporation in the Corporations Act 2001

(Commonwealth) section 9;

officer of an entity that is a corporation has the meaning given

Pilbara networks Immunity Part 8A Division 9 s. 120ZB

1		officer of an entity that is neither an individual nor a corporation		
2	has the meaning given to that term in the Corporations Act 200			
3		(Commonwealth) section 9;		
4		participant means a person —		
5		(a) on whom functions are conferred under this Part; or		
6 7		(b) to whom the performance of a function has been delegated under this Part; or		
8		(c) on whom functions relating to this Part are conferred by another written law;		
10 11 12 13 14		preparing entity means an entity that enters into an arrangement with the State, including before the commencement of the <i>Electricity Industry Amendment Act 2020</i> , to carry out preparatory work in anticipation of, or in preparation for, the performance by the entity of any of the functions of the Pilbara ISO under this Part.		
16 17 18	(2)	In this Division, a reference to the commencement of the <i>Electricity Industry Amendment Act 2020</i> is a reference to the day on which section 19 of that Act comes into operation.		
19		[Section 120ZA inserted: No. 9 of 2020 s. 19.]		
20	120ZB.	Immunity of participants and their officers or employees		
21 22 23 24 25 26	(1)	A participant, or an officer or employee of a participant, does not incur any civil monetary liability for an act or omission of the participant, a delegate of the participant or a delegate of the delegate, or an officer or employee of any of them, done or made in good faith in the performance, or purported performance, of a function under this Part.		
27	(2)	Subsection (1) has effect —		
28 29 30		(a) in respect of all participants, and officers and employees of them, other than the Pilbara ISO, and officers and employees of it — subject to section 120ZC; and		
31 32		(b) in respect of all participants, and officers and employees of them — subject to section 120ZD.		

Part 8A Pilbara networks
Division 9 Immunity
s. 120ZC

1	(3)	An entity with which the Pilbara ISO enters into a contract in
2		relation to the Pilbara ISO's performance of a function under
3		this Part does not incur any civil monetary liability for an act or
4		omission of the entity, or an officer or employee of it, done or
5		made in good faith in the performance, or purported
6		performance, of the contract.

- (4) Subsection (3) has effect subject to sections 120ZC and 120ZD, as if the reference in section 120ZD(1) to 12 months were a reference to 2 months.
- (5) The Pilbara ISO or a preparing entity, or an officer or employee of either of them, does not incur any civil monetary liability for an act or omission of the Pilbara ISO or the preparing entity, or an officer or employee of either of them, done or made, including before the commencement of the *Electricity Industry Amendment Act 2020*, in good faith in anticipation of, or in preparation or purported preparation for, the performance of a function under this Part.

[Section 120ZB inserted: No. 9 of 2020 s. 19.]

120ZC. Regulations may limit or affect immunity

The regulations may, for the purposes of section 120ZB, without limitation —

- (a) impose conditions on an immunity granted to an entity under section 120ZB; or
- (b) prescribe that an immunity granted under section 120ZB is limited in its application to entities, events, circumstances, losses or periods to which they are expressed to apply.

[Section 120ZC inserted: No. 9 of 2020 s. 19.]

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Pilbara networks Immunity Part 8A Division 9 s. 120ZD

120ZD.	Limitation	on imn	nunity after	· initial	period

1

2	(1)	If an act or omission done or made after the expiration of the period of 12 months from the establishment of the initial Pilbara
4		networks rules is negligent —
5 6		(a) the immunity given by section 120ZB does not apply to that act or omission; but
7 8 9		(b) as long as that act or omission is done or made in good faith, the civil monetary liability for it is not to exceed the prescribed maximum amount.
10 11	(2)	The regulations may exempt a specified participant from the operation of subsection (1)(a).
12 13	(3)	The regulations may, for the purposes of subsection (1)(b), without limitation —
14 15 16		(a) prescribe a maximum amount that is limited in its application to entities, events, circumstances, losses or periods to which they are expressed to apply; or
17 18 19 20		(b) prescribe maximum amounts that vary in their application according to the entities, events, circumstances, losses or periods to which they are expressed to apply; or
21 22		(c) prescribe a manner in which the maximum amount is to be divided amongst claimants.
23		[Section 120ZD inserted: No. 9 of 2020 s. 19.]
24	120ZE.	Liability of officer of an entity to that entity not affected
25 26		This Division does not apply to any liability of an officer of an entity (other than an entity that is an individual) to that entity.
27		[Section 120ZE inserted: No. 9 of 2020 s. 19.]

Part 8A

Pilbara networks

Division 10

Competition authorisation

s. 120ZF

Division 10 — Competition authorisation 1 [Heading inserted: No. 9 of 2020 s. 19.] 2 120ZF. Competition authorisation by regulation 3 (1) In this section — 4 arrangement includes any contract, arrangement or 5 understanding, or any market practice or market or customer 6 restriction, division, allocation or segregation of any nature, or a 7 course of conduct or dealing. 8 (2) The regulations may authorise or approve any arrangement, act, 9 matter or thing in relation to the Pilbara Networks Access Code 10 or the Pilbara networks rules for the purposes of the 11 Competition and Consumer Act 2010 (Commonwealth) and the 12 Competition Code. 13 [Section 120ZF inserted: No. 9 of 2020 s. 19.] 14 Division 11 — Review of system 15 [Heading inserted: No. 9 of 2020 s. 19.] 16 120ZG. Review of regulation of Pilbara networks 17 The Authority is to review the operation of the regulatory 18 arrangements established for Pilbara networks under this Part — 19 as soon as practicable after the 5th anniversary of the day (a) 20 on which the Electricity Industry Amendment Act 2020 21 section 19 comes into operation; and 22 (b) after that, at intervals of not more than 5 years. 23 The purpose of the review is to assess the extent to which the 24 Pilbara electricity objective has been or is being achieved. 25 The Authority is, for each review, to give the Minister a written 26 report based on the review not later than 12 months after the 27 review commences.

s. 120ZH

1 2 3 4	(4)	If the Authority considers that part or all of the Pilbara electricity objective has not been or is not being achieved, the report is to set out recommendations as to how the objective can be achieved.		
5 6	(5)	Not later than 6 months after receiving the report the Minister is to —		
7		(a) cause the report to be laid before each House of Parliament; and		
9 10		(b) prepare a response to the report and cause the response to be laid before each House of Parliament.		
11 12 13 14	(6)	As soon as practicable after the report is laid before each House of Parliament, the Authority is to make a copy of the report publicly available on a website maintained by or on behalf of the Authority.		
15		[Section 120ZG inserted: No. 9 of 2020 s. 19.]		
16	120ZH.	Public consultation		
17 18 19 20	(1)	In the course of conducting a review under section 120ZG, the Authority is to seek public comment on the extent to which the Pilbara electricity objective has been or is being achieved (the <i>issue</i>).		
21 22	(2)	The Authority is to cause a notice giving a general description of the issue to be —		
23 24		(a) published in a daily newspaper circulating throughout the State; and		
25 26		(b) made publicly available on a website maintained by or on behalf of the Authority.		
27	(3)	The notice is to include —		
28 29 30		(a) a statement that any person may, within a specified period, make written submissions on the issue to the Authority; and		
		Tawasanj, waa		

than 30 days after the day on which the notice is published under subsection (2)(a). The Authority is to have regard to any submission made in (5) accordance with the notice and may have regard to any other submission received on the issue. [Section 120ZH inserted: No. 9 of 2020 s. 19.] Division 12 — Transitional provisions [Heading inserted: No. 9 of 2020 s. 19.] 120ZI. Pilbara Networks Access Code and Pilbara networks rules do not affect existing agreements (1) The making and operation of the Pilbara Networks Access Code or the Pilbara networks rules —

- - do not affect the terms and conditions, or the operation, of —
 - (i) an agreement for access to services in operation immediately before the commencement of the Pilbara Networks Access Code whether under the *Electricity Transmission and Distribution* Systems (Access) Act 1994 or otherwise; or
 - (ii) an agreement for the supply of electricity or related services in operation immediately before the commencement of the Pilbara networks rules;

and

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do not afford a party to the agreement any ground or reason for not complying with the agreement according to its terms and conditions.

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Pilbara networks

Part 8A

Transitional provisions

Division 12

s. 120ZI

- 1 (2) Subsection (1)(a) or (b) does not apply if the Pilbara Networks 2 Access Code or the Pilbara networks rules or the agreement or 3 an enactment provides otherwise.
- 4 [Section 120ZI inserted: No. 9 of 2020 s. 19.]



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Part 9 Electricity system and electricity markets

Division 1 Preliminary

s. 121

1	Par	t 9 — Electricity system and electricity markets
2		Wholesale electricity market
3		Division 1 — Preliminary
4	121.	Terms used
5	(1)	In this Part, unless the contrary intention appears —
6		confer includes impose;
7		participant has the meaning given in subsection (2);
8		wholesale electricity market has the meaning given to that term
9		means the wholesale electricity market established by
10		regulations made under in section 122.;
11		market rules has the meaning given to that term in
12		section 123(1).
13	(2)	A person is a <i>participant</i> for the purposes of this Part if —
14		(a) the person is registered in accordance with the electricity
15		system and market rules as required under the
16		regulations; or
17		(b) functions are conferred on the person under the
18		regulations or the <u>electricity system and</u> market rules; or
19		(c) functions relating to this Part are conferred on the
20		person by another written law.
21	Divis	sion 2 — Electricity system, wholesale electricity market
22		and electricity system and market rules
23	<u>121A.</u>	Regulations for electricity systems
24		The regulations may provide generally for the regulation of the
25		operation of electricity systems in the State.

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Electricity system and electricity markets

Part 9

Electricity system, wholesale electricity market and electricity system and market rules

Division 2

s. 122

122. Regulations for a wholesale electricity market 1 Without limiting section 121A, rRegulations are to be made for (1) 2 the purpose of establishing a wholesale electricity market (the 3 *market*) in relation to the wholesale supply of electricity in the 4 South West interconnected system. 5 (2) The objectives of the market are 6 (a) to promote the economically efficient, safe and reliable 7 production and supply of electricity and electricity 8 related services in the South West interconnected 9 system; and 10 (b) to encourage competition among generators and retailers 11 in the South West interconnected system, including by 12 facilitating efficient entry of new competitors; and 13 to avoid discrimination in that market against particular 14 energy options and technologies, including sustainable 15 energy options and technologies such as those that make 16 use of renewable resources or that reduce overall 17 greenhouse gas emissions; and 18 to minimise the long term cost of electricity supplied to 19 customers from the South West interconnected system; 20 and 21 to encourage the taking of measures to manage the 22 amount of electricity used and when it is used. 23 123. Electricity system and mMarket rules 24 Without limiting section 121A or 122, the regulations are to (1) 25 provide for there to be rules (the electricity system and market 26 rules). 27 The electricity system and market rules may provide for — (1A)28 any matter relating to the operation generally of 29 electricity systems in the State; and 30 (b) any matter relating to the wholesale electricity market; 31 and 32

s. 123	system and market rules
	(c) any matter relating to the operation of the South West
	interconnected system; and
	(d) any matter authorised under Part 8 or 8A or this Part to
	be provided for in the electricity system and market
	rules; and
	(e) any matter set out in Schedule 2A; and
	(f) any other matter that under this Act may be provided for
	in the electricity system and market rules.
-relating	to the market and to the operation of the South West
_	interconnected system setting out or dealing with such matters
	as are prescribed by the regulations.
(2)	The <u>electricity system and market rules</u> are not subsidiary
(2)	legislation for the purposes of the <i>Interpretation Act 1984</i> and
	but sections 42 and 43(6) of that Act does not apply to them or
	to rules amending them or repealing and replacing them.
(3)	The Interpretation Act 1984 sections 43 (other than
· /	subsection (6)), 44, 48, 48A, 50(1), 53, 55, 56, 58, 59, 75 and 76
	and Part VIII apply to the market rules as if they were
	subsidiary legislation.
(4)	The regulations may provide for —
	(a) the <u>makingestablishment</u> of the <u>initial</u> <u>electricity system</u>
	and market rules; and
	(b) the amendment, or repeal and replacement, of the
	electricity system and market rules by rules made in
	accordance with the regulations and the <u>electricity</u>
	system and market rules; and
	(c) the publication, commencement, and laying before each
	House of Parliament, of the initial electricity system and
	market rules and rules amending, or repealing and
	replacing, the electricity system and market rules.
(5)	The regulations, and the electricity system and market rules may
	apply, adopt or incorporate, with or without modification,

Electricity system, wholesale electricity market and electricity

Electricity system and electricity markets

Part 9

Division 2

Electricity system and electricity markets Electricity system, wholesale electricity market and electricity

city market and electricity
system and market rules

Division 2

s. 124

Part 9

1		materia	al contained in any other document or writing as in effect
2		or exist	<u>ting —</u>
3		(a)	when the regulations, or rules or any amendment of the
4			regulations or rules comes into operation; or
5		(b)	at a specified prior time.
6	124.	Matter	rs to be dealt with in regulations
7 8 9	(1)	conven	gulations may prescribe all matters that are necessary or ient to be prescribed for the purpose set out in <u>s-122(1)</u> and to achieve the objectives set out in
10		section	<u>122(2).</u> in relation to —
11		(a)	the State electricity objective; or
12		(b)	the purposes set out in sections 121A and 122; or
13 14		(c)	any matters that may be included in the electricity system and market rules.
15 16	(2)		at limiting section <u>121A</u> , 122, 123 or 131 or tion (1), the regulations may —
17 18		(a)	regulate the conduct of persons and impose obligations on them; and
19 20 21 22 23		(b)	confer functions, or authorise the <u>electricity system and</u> market rules to confer functions, on the Minister or any other person (including a person holding an office under a written law or a body established under a written law); and
24 25		(c)	provide for the establishment, or authorise the formation, of a body (including a body corporate) and
26			confer functions, or authorise the <u>electricity system and</u>
27 28			market rules to confer functions, on a body so established or formed; and
29		(d)	provide for the relationship between the Minister, or
30			another Minister, and a participant referred to in
31			section 121(2)(b) or (c) in respect of the performance of
32			the functions of the participant; and

Electricity system, wholesale electricity market and electricity

Electricity system and electricity markets

system and market rules

Part 9

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Division 2

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orders and sanctions; and

market rules, provide for the orders that can be made

proceedings and provide for the enforcement of those

provide for the manner in which amounts received by

way of civil penalties are to be dealt with and applied;

provide for and regulate the making of applications for,

and the issue of, warrants relating to the investigation of

and other sanctions that can be imposed in those

Electricity system and electricity markets

Part 9 Division 2

Electricity system, wholesale electricity market and electricity system and market rules

s. 124

1		alleged contraventions of provisions of the market rules and for the powers exercisable under warrants; and
3 4		(n) in respect of costs incurred in the performance of functions conferred on a participant referred to in
5		section 121(2)(b) or (c), provide for —
-		* * * * * * * * * * * * * * * * * * *
6 7		(i) the implementation of accounting arrangements to enable those costs to be identified; and
8		(ii) the allocation of those costs between
9		participants; and
10		(iii) the recovery of those costs.
11	(3)	Without limiting subsection (2)(a), the regulations may prohibit
12		persons from engaging in an activity specified in the regulations
13		unless they are registered in accordance with the <u>electricity</u>
14		system and market rules.
15	(4)	Without limiting subsection (2)(n), if it is inappropriate to
16		prescribe a set fee or charge in connection with the performance
17		of a particular function the regulations may provide for the
18		method of calculating the fee or charge, including calculation
19		according to the cost of performing that function.
20	(5)	
21		market rules includes a reference to
22		(a) attempting to contravene such a provision; or
23		(b) aiding, abetting, counselling or procuring a person to
24		contravene such a provision; or
25		(c) inducing, or attempting to induce, a person, whether by
26		threats or promises or otherwise, to contravene such a
27		provision; or
28		(d) being in any way, directly or indirectly, knowingly
29		concerned in, or party to, the contravention by a person
30		of such a provision; or
0.4		(a) congnizing with others to controven such a provision

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s. 124A

1	— (6) In subsection (2)(i)(ii)
2	daily amount means an amount for each day or part of a day
3	during which the contravention continues.
4	Division 3 — Reliable supply and electricity systems
5	124A. Reliable supply and electricity systems
6	Without limiting section 124, the electricity system and market
7	rules must provide for the following matters —
8	(a) the reliability of electricity systems;
9	(b) the security of electricity systems;
10	(c) the quality of electricity supply;
11	(d) the safety of electricity supply and electricity system
12	operation;
13	(e) requirements and standards for the purposes of
14	paragraphs (a) to (d);
15	(f) the obligations of holders of transmission licences,
16 17	distribution licences or integrated regional licences or other persons to comply with any requirements or
18	standards referred to in paragraph (e);
19	(g) the compensation payments to be made to customers by
20	the holder of a transmission licence, distribution licence
21	or integrated regional licence or any other person for a
22	failure to comply with the obligations prescribed under
23	paragraph (f).
24	124B. System voltage or frequency
25	The regulations may impose, or authorise the electricity system
26	and market rules to impose, duties on network operators (as
27	defined in the <i>Electricity Act 1945 section 5(1)</i>) in relation to —
28	(a) the system voltage or frequency at which the network
29	operator supplies electricity to the premises of a
30	consumer at the point where the electricity will pass

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Electricity system and electricity markets Reliable supply and electricity systems

Part 9 Division 3 s. 124C

beyond the service apparatus of the network operator; 1 and 2 (b) the maintenance of system voltage within specified 3 limits. 4 124C. **Directions to rectify non-compliance** 5 The regulations may confer power on a network service 6 provider, a person performing a network management function 7 or another person — 8 to direct a person who has failed to comply with a 9 specified requirement of this Act, the regulations or the 10 electricity system and market rules to rectify the 11 non-compliance to ensure the safety of the electricity 12 supply or electricity system operation; and 13 if a direction referred to in paragraph (a) is not complied 14 with — 15 (i) to take specified actions to rectify the 16 non-compliance; and 17 to recover the cost of taking a specified action (ii) 18 from the person to whom the direction is given 19 and to bring proceedings for that purpose. 20 The regulations may provide for — 21 applications to be made to the State Administrative (a) 22 Tribunal for review of any decision to give a direction or 23 to take an action referred to in subsection (1); and 24 the effect on a direction or action pending the (b) 25 determination of an application referred to in

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paragraph (a).

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Part 9 Electricity system and electricity markets

Division 4 Distribution systems

s. 124D

1	<u>Division 4 — Distribution systems</u>
2	124D. Terms used
3	(1) In this Division —
4	distribution system market means a market for the sale, trading
5	or purchase of electricity and electricity services (including
6	alternative electricity services) principally generated or
7	otherwise produced and consumed on a distribution system;
8	distribution system market operator, in relation to a distribution
9	system market, means a person or body designated under the
10	electricity system and market rules to be the operator of the
11	distribution system market;
12	<u>embedded network-</u>
13	(a) means a distribution system that —
14	(i) is operated by or under the control of 1 entity;
15	<u>and</u>
16	(ii) supplies electricity to at least 1 customer who is
17	not the entity referred to in paragraph (a) or 1
18	premises that is not occupied by the entity
19	referred to in paragraph (a); and
20	(iii) is supplied with electricity by another
21	distribution system; and
22	(iv) is not part of a covered network;
23	<u>but</u>
24	(b) does not include a distribution system of a class that is
25	prescribed by the regulations not to be an embedded
26	network;
27	<u>microgrid</u>
28	(a) means a distribution system that —
29	(i) is operated by or under the control of 1 entity;
30	<u>and</u>
31	(ii) is connected to a connected facility; and

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Electricity system and electricity markets
Distribution systems

Part 9 Division 4

s. 124E

1	(iii) is capable of operating without receiving a
2	supply of electricity from another electricity network for a period prescribed by regulation;
3	but
5 6	(b) does not include a distribution system of a class that is prescribed by the regulations not to be a microgrid;
7	system or facility operator means a person or persons
8	responsible for —
9	(a) owning or operating or controlling a distribution system
10	or connected facility; or
11	(b) supplying electricity or electricity services through a
12	distribution system or connected facility.
13	(2) The regulations may prescribe any of the following —
14	(a) a class of distribution system not to be an embedded
15	network;
16	(b) a class of distribution system not to be a microgrid.
16 17	(b) a class of distribution system not to be a microgrid. 124E. Distribution system regulation
	124E. Distribution system regulation
17	
17 18	124E. Distribution system regulation The electricity system and market rules may provide, for any of
17 18 19	124E. Distribution system regulation The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a
17 18 19 20	124E. Distribution system regulation The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a
17 18 19 20 21	124E. Distribution system regulation The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a microgrid) or a connected facility—
17 18 19 20 21	The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a microgrid) or a connected facility— (a) the operation of a distribution system or connected
17 18 19 20 21 22 23	The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a microgrid) or a connected facility— (a) the operation of a distribution system or connected facility; (b) the identification of a system or facility operator in relation to a distribution system or connected facility
17 18 19 20 21 22 23 24	The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a microgrid) or a connected facility— (a) the operation of a distribution system or connected facility; (b) the identification of a system or facility operator in
17 18 19 20 21 22 23 24 25	The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a microgrid) or a connected facility— (a) the operation of a distribution system or connected facility; (b) the identification of a system or facility operator in relation to a distribution system or connected facility and prescribing their functions and rights; (c) the extent and transparency of control that an owner or
17 18 19 20 21 22 23 24 25 26	The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a microgrid) or a connected facility— (a) the operation of a distribution system or connected facility; (b) the identification of a system or facility operator in relation to a distribution system or connected facility and prescribing their functions and rights; (c) the extent and transparency of control that an owner or operator of a distribution system or connected facility
17 18 19 20 21 22 23 24 25 26 27	The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a microgrid) or a connected facility— (a) the operation of a distribution system or connected facility; (b) the identification of a system or facility operator in relation to a distribution system or connected facility and prescribing their functions and rights; (c) the extent and transparency of control that an owner or operator of a distribution system or connected facility must establish and maintain in relation to that system or
17 18 19 20 21 22 23 24 25 26 27 28	The electricity system and market rules may provide, for any of the following in relation to a distribution system (including a stand-alone power system, an embedded network or a microgrid) or a connected facility— (a) the operation of a distribution system or connected facility; (b) the identification of a system or facility operator in relation to a distribution system or connected facility and prescribing their functions and rights; (c) the extent and transparency of control that an owner or operator of a distribution system or connected facility

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Part 9	Electricity system and electricity market
Division 5	Enforcement
s. 124F	

1	(d) the creation, governance and operation of a distribution
2	system market;
3	(e) the designation of a person or body as the operator of a
4	distribution system market;
5	(f) the conferral of rights and functions on a person or body
6	(including a person holding office under a written law or
7	a body established under a written law) in relation to the
8 9	governance and operation of a distribution system market;
10	(g) the relationships between any of the following —
11	(i) system or facility operators for a distribution
12	system;
13	(ii) system or facility operators for different
14	distribution systems;
15	(iii) system or facility operators and the operator of
16	the wholesale electricity market;
17	(iv) a distribution system market and the wholesale
18	electricity market;
19	(v) a distribution system market operator and the
20	operator of the wholesale electricity market;
21	(vi) a system or facility operator or distribution
22	system market operator and any other
23	participant.
24	<u>Division 5 — Enforcement</u>
25	124F. Term used: contravene
26	<u>In this Division</u>
27	contravene, in relation to a provision of the electricity system
28	and market rules, includes —
29	(a) attempt to contravene such a provision; or
30	(b) aid, abet, counsel or procure a person to contravene such
31	a provision; or

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Electricity system and electricity markets

Enforcement Division 5

s. 124G

Part 9

	(c) induce, or attempt to induce, a person, whether by
	threats or promises or otherwise, to contravene such a
	provision; or
	(d) being in any way, directly or indirectly, knowingly
	concerned in, or party to, the contravention by a person
	of such a provision; or
	(e) conspire with others to contravene such a provision.
124G.	Regulations as to enforcement of electricity system and
	market rules
(1)	
(1)	The regulations may prescribe all matters that are necessary or convenient to be prescribed for the enforcement of the
	electricity system and market rules.
(2)	Without limiting section 122, 123, 124, 131 or 131B or
	subsection (1), the regulations may —
	(a) provide that a provision of the electricity system and
	market rules specified in the regulations, or of a class
	specified in the regulations, is a civil penalty provision
	for the purposes of the regulations; and
	(b) prescribe, for a contravention of a civil penalty
	provision the following amounts that may, in accordance
	with the regulations, be demanded from or imposed
	upon a person who contravenes the provision —
	(i) an amount not exceeding \$100 000;
	(ii) in addition, a daily amount not exceeding
	\$20 000 for each day or part of a day during
	which the contravention continues;
	and
	(c) provide for demands for the payment of amounts
	referred to in paragraph (b) and the enforcement of
	demands for their payment; and
	(d) provide for and regulate the taking of proceedings in the
	Supreme Court or otherwise in respect of alleged
	contraventions of provisions of the electricity system

Part 9	Electricity system and electricity markets
Division 5	Enforcement
c 12/II	

1	and market rules, provide for the orders that can be
2	made and other sanctions that can be imposed in those
3	proceedings and provide for the enforcement of those
4	orders and sanctions; and
5	(e) provide for the manner in which amounts received by
6	way of civil penalties are to be dealt with and applied;
7	<u>and</u>
8	(f) provide for and regulate the taking of proceedings
9	before the Supreme Court for an injunction restraining
10	engagement in conduct contravening a provision of the
11	electricity system and market rules and provide for the
12	granting of an injunction (including an interim
13	injunction) and the rescission or variation of an
14	injunction so granted; and
15	(g) provide for and regulate the taking of proceedings
16	before the Supreme Court for a declaration as to whether
17	a provision of the electricity system and market rules is
18	being or has been contravened and provide for the
19	orders that can be made in those proceedings; and
20	(h) provide for and regulate the taking of action for the
21	recovery of an amount of loss or damage suffered
22	because of conduct contravening a provision of the
23	electricity system and market rules; and
24	(i) provide for and regulate the making of applications for,
25	and the issue of, warrants relating to the investigation of
26	alleged contraventions of provisions of the electricity
27	system and market rules and for the powers exercisable
28	under warrants.
29	124H. Criminal proceedings do not lie
30	(1) Criminal proceedings (including proceedings under <i>The</i>
31	Criminal Code section 177 or 178) do not lie against a person
32	by reason only that the person has contravened a provision of
33	the electricity system and market rules.
34	(2) Nothing in subsection (1) affects section 115.

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Part 9
Division 6

s. 124I

1		Division 6 — Functions of Authority
2	<u>124I.</u>	Functions of the Authority
3		The Authority is responsible for —
4		(a) monitoring, investigating and enforcing compliance with
5		the electricity system and market rules; and
6		(b) carrying out any other function conferred on it by the
7		electricity system and market rules.
8		<u>Division 7 — Review of decisions</u>
9	125.	Reviews
10	(1)	Application may be made to the Board for the review by the
11		Board of decisions of a participant referred to in
12		section 121(2)(b) or (c) that are made under the regulations or
13		the <u>electricity system and market rules</u> and are not of a class specified in the regulations.
14		
15	(2)	Regulations may —
16		(a) provide for the powers of the Board; and
17		(b) make other provisions that it is necessary or convenient
18		to make,
19		in relation to reviews provided for in those regulations.
20	(3A)	Regulations that, immediately before the day on which the
21		National Gas Access (WA) Act 2009 section 59(1) comes into
22		operation ³ , apply provisions of the Gas Pipelines Access
23		(Western Australia) Act 1998 4 continue to have the effect they
24		had immediately before that day until the contrary intention
25		appears from a regulation made after that day.
26	(3)	Nothing in subsection (1) prevents or affects the review by a
27		court or tribunal, according to law, of decisions of participants
28 29		made under the regulations or the <u>electricity system and</u> market rules.
29		
30		[Section 125 amended: No. 16 of 2009 s. 59.]

Part 9 Electricity system and electricity markets

Division 8 Immunity

s. 126

Division 8 — Immunity

2	126.	Immunity of certain participants
3	(1)	In this section —
4		civil monetary liability means liability to pay damages or compensation or any other amount ordered in a civil
5 6 7		proceeding, but does not include liability to pay a civil penalty under the regulations;
8 9		market governance participant means a participant referred to in section 121(2)(b) or (c);
10 11		officer of a body corporate that is a corporation has the same meaning as it has in section 9 of the Corporations Act 2001
12		(Commonwealth);
13		officer of a body corporate that is not a corporation has the
14		same meaning as it has in section 9 of the <i>Corporations</i>
15		Act 2001 (Commonwealth).;
16		system management participant means a market governance participant the functions of which include a function under the
17 18		regulations or the market rules specified in the regulations as a
19		system management function.
20	(1A)	The Minister, the Authority or the Coordinator does not incur
21		any civil monetary liability for an act or omission done or made
22		in good faith in the performance, or purported performance, of a
23		function under this Part, the regulations or the electricity system
24		and market rules.
25	(1B)	The following persons do not incur any civil monetary liability
26		for an act or omission done or made in good faith in the
27		performance, or purported performance, of a function under this
28		Part, the regulations or the electricity system and market
29		<u>rules</u>
30		(a) an officer or employee of the Department of the public
31		service principally assisting in the administration of this
32		Act;
33	1	(b) an officer or employee of the Authority;

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1		(c) an officer or employee of the Co-ordinator.
2	(2)	A market governance participant, or an officer or employee of a
3		market governance participant, does not incur any civil
4		monetary liability for an act or omission done or made in good
5		faith in the performance, or purported performance, of a
6		function under the regulations or the <u>electricity system and</u>
7		market rules that is specified in the regulations as a system
8		management function.
9	(3)	If an act or omission mentioned in subsection (2) done or made
0	` /	after the expiration of the period of 12 months from the
1		establishment of the initial market rules is negligent —
2		(a) the immunity given by subsection (2) does not apply to
3		that act or omission; but
4		(b) as long as that act or omission is done or made in good
5		faith, the civil monetary liability for it is not to exceed
6		the prescribed maximum amount.
_	(4)	Nothing in subsections (2) and (3) limits the immunity given by
7	(4)	subsection (1A) or (1B).
8		subsection (TA) of (TD).
9	(4)	Regulations may exempt a specified market governance
20		participant, other than a system management participant, from
21		the operation of subsection (3)(a).
22	(5)	The regulations may, for the purposes of subsection (3)(b),
23	()	without limitation —
24		(a) prescribe a maximum amount that is limited in its
25		application to persons, events, circumstances, losses or
26		periods to which they are expressed to apply; or
27		(b) prescribe maximum amounts that vary in their
28		application according to the persons to whom, or the
29		events, circumstances, losses or periods to which, they
30		are expressed to apply; or
31		(c) prescribe a manner in which the maximum amount is to

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be divided amongst claimants.

Electricity system and electricity markets

Part 9

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and

as soon as practicable after the expiration of 3 years

after the commencement of the *Electricity Industry*

after the review under paragraph (a), as soon as

practicable after the expiration of 3 years after each

Amendment (Distributed Energy Resources) Act 2023;

Part 9 Division 10

s. 128

1		report is laid before each House of Parliament under
2		subsection (5)(a).
3	(2)	The purpose of the review is to assess the extent to which the
4		State electricity objective has objectives set out in
5		section 122(2) have been or are being achieved been or is being
6		met
7	(3)	The Coordinator must give the Minister a written report based
8		on the review not later than 3 years and 6 months after —
9		(a) for the first review, the commencement of the <i>Electricity</i>
10		Industry Amendment (Distributed Energy Resources)
11		<u>Act 2023; or</u>
12		(b) for a subsequent review, the last preceding report was
13		laid before each House of Parliament under
14		subsection (5)(a).
15		Not later than 3 years and 6 months after the commencement of
16		this Part, or after the last preceding report was laid before each
17		House of Parliament under subsection (5)(a), as the case may
18		be, the Authority is to give the Minister a written report based
19		on the review.
20	(4)	If the Coordinator Authority considers that some or all of the
21		objectives set out in section 122(2)State electricity objective
22		hasve not been and are is not being achieved met in whole or in
23		part, the report is to must set out recommendations as to how the
24		State electricity those objectives can be achieved met.
25	(5)	As soon as practicable after receiving the report, the Minister is
26		tomust —
27		(a) cause the report to be laid before each House of
28		Parliament; and
29		(b) prepare a response to the report and cause the response
30		to be laid before each House of Parliament.
31	(6)	As soon as practicable after the report is laid before each House
32		of Parliament, the Coordinator must Authority is to post a copy

Part 9 Electricity system and electricity markets

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of the report on a website maintained by the 1 Coordinator Authority. 2 [Section 128 amended: No. 9 of 2020 s. 22.] 3 129. **Public consultation** 4 (1) In the course of conducting a review under section 128(1), the 5 comment on the extent to which the State electricity outcomes set out in section 122(2) have has been or are is being achieved Coordinator must Authority Coordinator is to seek public 6 7 8 9 The Coordinator Authority is to cause must ensure that a notice (2) 10 giving a general description of the issue to beis 11 (a) published in a daily newspaper circulating throughout 12 the State; and 13 posted on a website maintained by the (b) 14 Coordinator Authority. 15 (3) The notice is to must include 16 a statement that any person may, within a specified 17 period, make written submissions on the issue to the 18 Coordinator Authority; and 19 the address (including an email address) to which the (b) 20 submissions may be delivered or sent. 21 (4) The period specified under subsection (3)(a) is not to must not 22 end less than 30 days after the day on which the notice is 23 published under subsection (2)(a). 24 The Coordinator must Authority is to have regard to any 25 submission made in accordance with the notice. 26 [Section 129 amended: No. 9 of 2020 s. 23.] 27

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Electricity system and electricity markets Review of wholesale electricity market operation

Part 9
Division 10

s. 129AA

129AA. Coord	<u>linator may appoint panels</u>
The re	gulations may confer power on the Coordinator —
(a)	to appoint panels of persons to provide advice and
	assistance to the Coordinator in conducting a review or
	implementing any recommendations of a review; and

(b) to recover the costs of the appointment of a panel by requiring the payment of fees, determined in accordance with the regulations, by participants and covered network operators

network operators.

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Part 9A — Tariff e	equalisation
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[Heading inserted: No. 18 of 2005 s. 139.]

12/A. I ul post ol ulis I al	129A.	Purpose of this Pa	art
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The purpose of this Part is to contribute towards maintaining the financial viability of the Regional Power Corporation while enabling the regulated retail tariffs for electricity that is not supplied from the South West interconnected system to be, so far as is practicable, the same as the regulated retail tariffs for electricity that is supplied from that system.

[Section 129A inserted: No. 18 of 2005 s. 139.]

129B. Terms used

In this Part, unless the contrary intention appears -12 efficient cost of supply means those costs that would be 13 incurred by a prudent service provider acting efficiently and in 14 accordance with accepted and good industry practice; 15 regulated retail tariffs means fees and charges prescribed as 16 referred to in section 132(1) or the *Energy Operators (Powers)* 17 *Act 1979* section 124(4); 18 Tariff Equalisation Account means the account referred to in 19 section 129C; 20

tariff equalisation contribution means a tariff equalisation contribution determined under section 129D(2);

user means a network user as defined in section 103 or a user as defined in the *Electricity Transmission and Distribution Systems* (Access) Act 1994 Schedule 5 clause 1 or Schedule 6 clause 1.

[Section 129B inserted: No. 18 of 2005 s. 139; amended: No. 77 of 2006 Sch. 1 cl. 54(1); No. 9 of 2020 s. 24.]

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1	129C.	Tariff Equalisation Account
2 3 4	(1)	An agency special purpose account called the Tariff Equalisation Account is established under the <i>Financial Management Act 2006</i> section 16.
5	(2)	There are to be credited to the Tariff Equalisation Account —
6 7 8		(a) each tariff equalisation contribution paid by the Electricity Networks Corporation under section 129F(1); and
9 10 11 12		(b) the amount of any income determined by the Treasurer (at a rate determined by the Treasurer) to be attributable to the investment under the <i>Financial Management Act 2006</i> section 37 of money standing to the credit of the Tariff Equalisation Account; and
14 15		(c) any other amount lawfully received for the purposes of the Account.
16 17		[Section 129C inserted: No. 18 of 2005 s. 139; amended: No. 77 of 2006 Sch. 1 cl. 54(2) and (3).]
18	129D.	Determination of tariff equalisation contributions
19 20	(1)	The Treasurer, at such intervals of time as are prescribed, must determine whether there is a disparity between —
21 22 23		(a) the efficient cost of supply of electricity to persons in areas outside of the South West interconnected system; and
24 25 26 27		(b) the revenues available to the Regional Power Corporation from supplying electricity to persons in areas outside of the South West interconnected system at the regulated retail tariffs.
28 29 30 31	(2)	If the Treasurer determines that a disparity exists, the Treasurer must determine, by notice published in the <i>Gazette</i> , the tariff equalisation contribution that is payable by the Electricity Networks Corporation for the purpose of this Part in respect of a period specified in the determination.

s. 129E

1 2	(3)	In making a determination for the purposes of subsection (2) the Treasurer must have regard to —		
3 4		(a)		nount required to compensate the Regional Power oration for the disparity; and
5 6 7 8		(b)	Power	tent to which the amount paid to the Regional r Corporation under section 129G(1) in respect of a bus period was greater or less than the disparity en —
9			(i)	the cost referred to in subsection (1)(a); and
10			(ii)	the revenues referred to in subsection (1)(b),
11			in resp	pect of that previous period; and
12 13		(c)		oneys standing to the credit of the Tariff isation Account; and
14 15		(d)		ervice standards to be observed by the Regional r Corporation; and
16		(e)	any ot	ther prescribed matters.
17	(4)	In subs	section	(3)(d) —
18 19 20 21		section 124A(1 <u>24A</u> (1)39(2)	ards means standards referred to in (e) that relate to section 124A(a) or (c) and odd) that are provided for in a code prepared and section 39the electricity system and market rules.
22 23	(5)			r must consult with the Minister before making a under this section.
24 25		_		O inserted: No. 18 of 2005 s. 139; amended: 6 Sch. 1 cl. 54(4).]
26	129E.	Treasi	ırer m	ay seek advice from the Authority
27 28	(1)	Treasu	rer may	g a determination under section 129D(2) the y ask the Authority for advice on any matter
29 30				section 129D(3) or any other matter that the siders relevant.

1	(2)	It is a function of the Authority to give advice when asked to do so under subsection (1).
3	(3)	Advice given by the Authority must be published in the <i>Gazette</i> with the notice under section 129D(2).
5		[Section 129E inserted: No. 18 of 2005 s. 139.]
6	129F.	Payment and passing on of tariff equalisation contributions
7 8 9	(1)	The Electricity Networks Corporation must pay tariff equalisation contributions into the Tariff Equalisation Account at the times, and in the manner, prescribed.
10 11 12 13	(2)	Users must make payments to the Electricity Networks Corporation in accordance with the <u>electricity system and market rules</u> in respect of tariff equalisation contributions payable by the Electricity Networks Corporation under subsection (1).
15 16 17 18 19	(3)	Without limiting Part 8 Division 2, the <u>electricity system and market rules Code</u> may make provision — (a) for the determination of the amounts payable by users under subsection (2) and the manner in which those amounts are to be collected; and
20 21 22		(b) for the duties and powers of the Electricity Networks Corporation in relation to tariff equalisation contributions to be taken into account —
23 24 25		(i) by the Authority in deciding whether to give its approval to an arrangement lodged under section 104B(a); and
26 27 28	N	(ii) in the formulation of the network access pricing regulation principles referred to in section 104B(f).
29 30 31	(4)	Until there is an access arrangement for the network infrastructure facilities of the Electricity Networks Corporation —
32		(a) subsection (2) does not have effect; and

s. 129G

1 2 3 4 5		(b) users must make payments to the Electricity Networks Corporation in accordance with the regulations in respect of tariff equalisation contributions payable by the Electricity Networks Corporation under subsection (1); and
6 7 8 9		(c) the regulations may make provision for the determination of the amounts payable by users under paragraph (b) and the manner in which those amounts are to be collected.
10	(5)	In subsection (4) —
11 12 13		user means a user as defined in the Electricity Transmission and Distribution Systems (Access) Act 1994 Schedule 5 clause 1 or Schedule 6 clause 1.
14 15		[Section 129F inserted: No. 18 of 2005 s. 139; amended: No. 77 of 2006 Sch. 1 cl. 54(5); No. 9 of 2020 s. 25.]
16	129G.	Payments from the Account
17 18	(1)	If a tariff equalisation contribution is payable by the Electricity Networks Corporation in respect of a period, the Treasurer must
19 20 21		pay to the Regional Power Corporation in respect of that period such amount as the Treasurer considers necessary for the
19 20		pay to the Regional Power Corporation in respect of that period
19 20 21 22		pay to the Regional Power Corporation in respect of that period such amount as the Treasurer considers necessary for the purpose of this Part having regard to — (a) the matters referred to in section 129D(3)(a), (b), (c)
19 20 21 22 23	(2)	pay to the Regional Power Corporation in respect of that period such amount as the Treasurer considers necessary for the purpose of this Part having regard to — (a) the matters referred to in section 129D(3)(a), (b), (c) and (d); and
19 20 21 22 23 24	(2)	pay to the Regional Power Corporation in respect of that period such amount as the Treasurer considers necessary for the purpose of this Part having regard to — (a) the matters referred to in section 129D(3)(a), (b), (c) and (d); and (b) any other prescribed matters. Payments under subsection (1) are to be made from the Tariff
19 20 21 22 23 24 25 26	(2) 129H.	pay to the Regional Power Corporation in respect of that period such amount as the Treasurer considers necessary for the purpose of this Part having regard to — (a) the matters referred to in section 129D(3)(a), (b), (c) and (d); and (b) any other prescribed matters. Payments under subsection (1) are to be made from the Tariff Equalisation Account. [Section 129G inserted: No. 18 of 2005 s. 139; amended:

1 2		information, as is necessary to assist the Treasurer and the Authority to perform their functions under this Part.	
3		[Section 129H inserted: No. 18 of 2005 s. 139.]	
4	129I.	29I. Treasurer to recommend regulations	
5 6		Regulations are not to be made for this Part except on the Treasurer's recommendation.	
7		[Section 129I inserted: No. 18 of 2005 s. 139.]	
8	129J.	Delegation by Treasurer	
9		The Financial Management Act 2006 sections 74(2), 76(2) and	
10		77 apply to a power conferred on the Treasurer by a provision	
11		of this Part (other than section 129I) as if it were conferred by	
12		that Act.	
13		[Section 129J inserted: No. 18 of 2005 s. 139; amended: No. 77	
14		of 2006 Sch. 1 cl. 54(7).]	

s. 129K

1		Part 9B — Temporary access contribution
2		[Heading inserted: No. 9 of 2020 s. 26.]
3	129K.	Purpose of this Part
4 5 6 7		The purpose of this Part is to contribute towards maintaining the financial viability of the Regional Power Corporation by allowing the Regional Power Corporation to recover all or part of its historical generation costs.
8		[Section 129K inserted: No. 9 of 2020 s. 26.]
9	129L.	Terms used
10		In this Part, unless the contrary intention appears —
11 12		contestable annual volume means the portion of total annual volume that is a contestable supply;
13 14 15 16		contestable proportion means that proportion of the Regional Power Corporation's total supply of electricity in a financial year to consumers through its covered Pilbara network that is a contestable supply, calculated as contestable annual volume divided by total annual volume;
18 19		contestable supply means the supply of electricity to consumers who are not prescribed customers;
20		costs means capital and non-capital costs;
21 22 23		generation costs means any costs incurred by the Regional Power Corporation to generate or procure electricity for supply to consumers through the interconnected Pilbara network;
24		historical generation costs means any generation costs —
25		(a) that were incurred before 19 August 2019; or
26 27 28	((b) that are incurred on or after 19 August 2019 under commitments made by the Regional Power Corporation before that date and that are costs that a prudent supplier scaling to reasonably minimise costs, could
29 30		supplier, seeking to reasonably minimise costs, could not reasonably avoid;

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1 2 3		<i>NBU</i> means the segment of the Regional Power Corporation that has the functions and business of providing services through the interconnected Pilbara network;
4 5		<i>prescribed customer</i> has the meaning given to that term in the <i>Electricity Corporations Act 2005</i> section 54;
6 7		Temporary Access Contribution Account means the account referred to in section 129M;
8 9		temporary access contribution means a temporary access contribution determined under section 129N(1);
10 11		termination date means the date prescribed by the regulations as the termination date;
12 13 14 15		total annual volume means the total quantity of electricity supplied by the Regional Power Corporation in a financial year through its covered Pilbara network, expressed in kilowatt hours;
16		user means a Pilbara network user as defined in section 120.
17		[Section 129L inserted: No. 9 of 2020 s. 26.]
18	129M.	Temporary Access Contribution Account
19 20 21	(1)	An agency special purpose account called the Temporary Access Contribution Account is established under the <i>Financial Management Act 2006</i> section 16.
22 23	(2)	There are to be credited to the Temporary Access Contribution Account —
24 25		(a) each temporary access contribution paid by the NBU under section 129P(1); and
26 27 28 29	C	(b) the amount of any income determined by the Treasurer (at a rate determined by the Treasurer) to be attributable to the investment under the <i>Financial Management Act 2006</i> section 37 of money standing to the credit of the Temporary Access Contribution Account; and

s. 129N

1		(c) any other amount lawfully received for the purposes of the Account.	
3		[Section 129M inserted: No. 9 of 2020 s. 26.]	
4	129N.	Determination of temporary access contributions	
5 6 7 8	(1)	The Treasurer must for each financial year, until the termination date, determine, by notice published in the <i>Gazette</i> , an amount of temporary access contribution that is payable by NBU in respect of that financial year.	
9 10 11	(2)	The Treasurer must for each financial year, until the termination date, determine the cost to the Regional Power Corporation of its historical generation costs for that financial year.	
12 13 14	(3)	The temporary access contribution determined for a financial year must not exceed the contestable proportion of the cost determined for that financial year under subsection (2).	
15 16	(4)	In making a determination under subsection (1) for a financial year, the Treasurer must have regard to —	
17 18 19		(a) the amount required to compensate the Regional Power Corporation for the cost determined under subsection (2) for that financial year; and	
20 21		(b) the moneys standing to the credit of the Temporary Access Contribution Account; and	
22 23		(c) any service standards to be observed by the Regional Power Corporation; and	
24		(d) any other prescribed matters.	
25	(5)	In subsection (4)(c) —	
26		service standards means standards referred to in	
27		section 124A(e) that relate to section 124A(a) or (c) and	
28		124A39(12)(d) that are provided for in a code prepared and	
29		issued under section 39the electricity system and market rules.	

1 2	(6)	The Treasurer must consult with the Minister before making a determination under this section.
3		[Section 129N inserted: No. 9 of 2020 s. 26.]
4	1290.	Treasurer may seek advice from the Authority
5 6 7 8	(1)	Before making a determination under section 129N(1) the Treasurer may ask the Authority for advice on any matter referred to in section 129N(4) or any other matter that the Treasurer considers relevant.
9 10	(2)	It is a function of the Authority to give advice when asked to do so under subsection (1).
11 12 13	(3)	The Treasurer must cause advice given by the Authority under subsection (2) to be published on an appropriate website when the determination is made.
14		[Section 1290 inserted: No. 9 of 2020 s. 26.]
15	129P.	Payment and passing on of temporary access contribution
16 17 18	(1)	NBU must pay temporary access contributions into the Temporary Access Contribution Account, at the times and in the manner determined by the Treasurer.
17	(1)	NBU must pay temporary access contributions into the Temporary Access Contribution Account, at the times and in the
17 18 19 20 21 22	, ,	NBU must pay temporary access contributions into the Temporary Access Contribution Account, at the times and in the manner determined by the Treasurer. Users accessing services of the Regional Power Corporation's covered Pilbara network must make payments to NBU in accordance with the Pilbara Networks Access Code in respect of temporary access contributions payable by NBU under

s. 129Q

1 2	(4)	Without limiting Part 8A Division 2, the Pilbara Networks Access Code may provide for —		
3 4 5		(a) the determination of the amounts payable by users under subsection (2) and the manner in which those amounts are to be collected; and		
6 7 8 9		(b) temporary access contributions and the obligations of users under subsection (2) to be taken into account in the determination, publication or approval of prices under Part 8 or Part 8A or in the resolution of disputes in relation to those prices.		
11 12 13	(5)	The regulations may provide for the regulation of matters of a savings or transitional nature in relation to payments in respect of temporary access contributions.		
14		[Section 129P inserted: No. 9 of 2020 s. 26.]		
15	129Q.	Payments from Temporary Access Contribution Account		
16 17 18 19 20	(1)	If a temporary access contribution is payable by NBU in respect of a financial year, the Treasurer must pay to the Regional Power Corporation in respect of that financial year the amount that the Treasurer considers necessary for the purpose of this Part having regard to —		
21 22		(a) the matters referred to in section 129N(4)(a), (b) and (c) and		
23		(b) any other prescribed matters.		
24	/= \			
25	(2)	Payments under subsection (1) are to be made from the Temporary Access Contribution Account.		
25 26 27 28 29	(3)			

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s. 129R

1	129R.	Information
2		The Regional Power Corporation must provide any information,
3		or access to information, that is necessary to assist the Treasurer
4		and the Authority to perform their functions under this Part.
5		[Section 129R inserted: No. 9 of 2020 s. 26.]
6	129S.	Treasurer to recommend regulations
7		Regulations are not to be made for this Part except on the
8		Treasurer's recommendation.
9		[Section 129S inserted: No. 9 of 2020 s. 26.]
0	129T.	Delegation by Treasurer
1		The Financial Management Act 2006 sections 74(2), 76(2) and
2		77 apply to a power conferred on the Treasurer under a
3		provision of this Part (other than section 129S) as if it were
4		conferred by that Act.
5		[Section 129T inserted: No. 9 of 2020 s. 26.]

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Part 10 — Other matters

2	130.	Revie	w by the Board
3	(1)	In this	section —
4 5 6 7		(Weste	pelines access provisions means the Gas Pipelines Access ern Australia) Act 1998 ⁴ Schedule 1 as in force diately before the day on which the National Gas Access Act 2009 section 51 deleted it ³ .
8	(2)	This s	ection applies to —
9	` ,	(a)	a decision of the Authority to refuse to grant or renew a licence; or
1		(b)	a decision of the Authority to refuse to approve the transfer of a licence; or
3		(c)	a decision of the Authority to refuse to amend a licence under section 21; or
5		(d)	a decision of the Authority as to the length of the period for which a licence is granted or renewed; or
7		(e)	a decision of the Authority as to any term or condition of a licence; or
9		(f)	a decision of the Authority to amend a licence under section 22; or
21		(g)	a decision of the Authority to refuse to approve —
22			(i) a standard form contract under section 51; or
23 24		•	(ii) an amendment to, or replacement for, a standard form contract under section 52;
25			or
26		(h)	a direction given by the Authority under section 53; or
27 28		(i)	a decision by the Minister under the <u>electricity system</u> and <u>market rules</u> Code that network infrastructure
29 80			facilities are to become covered networks or are to cease to be covered networks; or

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1	(ia)	a decision by the Minister under the Pilbara Networks
2		Access Code that a covered Pilbara network is to be
3		subject to regulation under Part 8 or Part 8A, or is to
4		cease to be subject to regulation under Part 8 or 8A; or
5	(ib)	a decision under the Pilbara Networks Access Code as
6		to whether a network service provider of a Pilbara
7		network has satisfied the requirements in the Pilbara
8		Networks Access Code for the provider to opt for the
9		access to services of the network to be subject to
10		regulation under Part 8A or to cease to be subject to
11		regulation under Part 8A; or
12	(j)	a decision by the Authority to add to the obligations of
13		network service provider under the <u>electricity system</u>
14		and market rules Code or the Pilbara Networks Access
15		Code in respect of the segregation of the functions and
16		business of providing services from the network service
17		provider's other functions and business, or to waive any
18		of those obligations; or
19	(k)	a decision by the Authority to approve or not to approve
20		an arrangement lodged under section 104B(a); or
21	(ka)	a decision by the Authority to approve or not to approve
22		a thing for which the approval of the Authority is
23		required under the Pilbara Networks Access Code; or
24	(1)	a decision by the Authority to release confidential data
25		given to the Authority for the performance of its
26		functions under Part 8 or 8A.
27	Note:	
28	S	ee Economic Regulation Authority Act 2003 Part 6.
29	(3) A perso	on adversely affected by a decision or direction to which
30	· '	ction applies may apply to the Board for a review of the
31	decisio	- 11

s. 130

1 (4) 2 3	Section 38(2) to (5) and (7) to (12) of the gas pipelines access provisions apply to the application and to the review of the decision or direction as if references in them to —
4	(a) the relevant appeals body were references to the Board;
5	(b) a decision included references to a direction;
6 (5) 7 8	The application operates to stay the decision or direction unless, in the case of a decision under subsection (2)(j), the Board determines otherwise.
9 (6) 10 11 12	In the case of a decision under subsection (2)(k), section 39(2) to (5) of the gas pipelines access provisions also apply to the application and to the review of the decision as if references in them to —
13	(a) the relevant appeals body were references to the Board;
14	(b) the relevant regulator were references to the Authority.
15 (7) 16 17	In the case of a decision under subsection (2)(1), section 43(2) to (4) of the gas pipelines access provisions also apply to the application and to the review of the decision as if references in them to —
19	(a) the relevant appeals body were references to the Board;
20	(b) the relevant regulator were references to the Authority.
21 (8) 22 23 24	When the <i>Energy Arbitration and Review Act 1998</i> Part 6 Division 2 refers to the functions of, and proceedings before, the Board those functions and proceedings include functions and proceedings under this section.
25 (9) 26 27 28	For proceedings to which subsection (8) extends the provisions described in that subsection, sections 57(1) and 59(4) of those provisions apply only to the extent that it is consistent with the electricity system and market rules Code for them to apply.
29 30	[Section 130 amended: No. 16 of 2009 s. 60; No. 9 of 2020 s. 27.]

1 2	131A.	Licence not personal property for the purposes of the Personal Property Securities Act 2009 (Commonwealth)
3 4		If a licence is transferable by the licensee, in accordance with the <i>Personal Property Securities Act 2009</i> (Commonwealth) section 10 the definition of <i>licence</i> paragraph (d), the licence is
5 6 7		declared not to be personal property for the purposes of that Act.
8		[Section 131A inserted: No. 42 of 2011 s. 61.]
9	131.	Regulations
10 11 12 13		The Governor may make regulations prescribing all matters that are required or permitted by this Act to be prescribed or are necessary or convenient to be prescribed for giving effect to the purposes of this Act.
14	131B.	Enforcement of the regulations
15 16 17	(1)	Without limiting section 131, the regulations may prescribe all matters that are necessary or convenient to be prescribed for the enforcement of the regulations.
18	(2)	The regulations may —
19 20		(a) provide that a contravention of a regulation is an offence; and
21 22 23		(b) prescribe a penalty of a fine of not more than \$100 000, with or without a daily penalty of a fine of not more than \$20 000, for an offence against the regulations.
24		[Section 131B inserted: No. 9 of 2020 s. 28.]
25	132.	Regulations as to fees and charges for supply and services
26	(1)	Without limiting section 131, the regulations may —
27 28		(a) fix the fees and charges, or the means of determining the fees and charges, that, unless otherwise agreed, are to be

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1		payable by customers of a prescribed class in relation
2		to —
3 4		(i) the supply of electricity in prescribed circumstances; or
5		(ii) the provision of any prescribed service;
6		and
7 8		(b) deal with any other matter relating to the fixing or determination of fees and charges.
9 10 11 12 13	(2)	Without limiting subsection (1), the regulations may make provision for and in relation to discounts, rebates, or concessions to be made available to customers of a prescribed class or in prescribed circumstances in respect of fees or charge payable in relation to the supply of electricity or the provision of a prescribed service.
15	133.	Regulations as to fees and charges for functions of
16	100.	arbitrator and Board
17 18 19 20 21	(1)	Without limiting section 131, regulations may make provision for and in relation to the imposition and payment of fees and charges in connection with any matter under this Act, including in connection with the performance of the respective functions of an arbitrator and the Board under this Act.
22 23 24 25 26	(2)	If it is inappropriate to prescribe a set fee or charge in connection with the performance of a particular function the regulations may provide for the method of calculating the fee or charge, including calculation according to the cost of performing that function.
27	(3)	Without limiting subsection (1) or (2) the regulations may —
28 29 30		(a) authorise the Board to fix, and determine the incidence of liability for, the cost and expenses of the hearing and determination of proceedings before the Board; and
31 32		(b) make any incidental or supplementary provision that is expedient for the purposes of paragraph (a).

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1 2 3	(4)	The application of subsection (3) extends to the cost and expenses of proceedings that are commenced but discontinued or otherwise not brought to finality.
4 5		[Section 133 amended: No. 16 of 2009 s. 61; No. 9 of 2020 s. 29.]
6	134.	Regulations as to excluding Corporations legislation
7	(1)	In this section —
8		market rules has the meaning given in Part 9;
9		matter includes act, omission, body, person or thing.
10 11 12	(2)	The regulations may declare a matter dealt with, provided for, done or occurring under this Act, the regulations or the electricity system and market rules to be an excluded matter fo
13 14		the purposes of the <i>Corporations Act 2001</i> (Commonwealth) section 5F in relation to —
15 16 17		(a) the whole of the Corporations legislation to which the <i>Corporations Act 2001</i> (Commonwealth) Part 1.1A applies; or
18		(b) a specified provision of that legislation; or
19		(c) that legislation other than a specified provision; or
20		(d) that legislation otherwise than to a specified extent.
21		[Section 134 inserted: No. 32 of 2007 s. 4.1

s. 135

1	Pa	art 11 — Transitional provisions for <i>Electricity</i>
2	Indi	ustry Amendment (Distributed Energy Resources)
3		Act 2023
4	<u>135.</u>	Term used: relevant instrument
5		In this Part —
6		relevant instrument means —
7 8		(a) the Electricity Networks Access Code under section 104; or
9		(b) a technical code approved by the Authority under the
10		Electricity Networks Access Code; or
11 12		(c) the <i>Electricity Industry (Metering) Code 2012</i> made under section 39(2a); or
13		(d) the Electricity Industry (Network Quality and Reliability
14		of Supply) Code 2005 made under section 39(2a)(a).
15	<u>136.</u>	Transitional provisions: general
16	(1)	The regulations may provide, or authorise the electricity system
17		and market rules to provide, for the regulation of matters of a
18		savings, transitional or supplementary nature.
19	(2)	Transitional provisions referred to in subsection (1) may
20		authorise the Minister to determine by order published in the
21		Gazette how any matter in progress immediately before a day
22		specified in the order is to be treated, after that day, for the
23		purposes of the provisions of the regulations or the electricity system and market rules.
24		system and market rules.
25	<u>137.</u>	Transitional provisions: relevant instruments
26	(1)	Without limiting section 136, the regulations may provide, or
27		authorise the electricity system and market rules to provide, for
28		the regulation of matters of a savings, transitional or
29		supplementary nature relating to the transition of matters

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s. 138

1		contained in a relevant instrument to the electricity system and
2		market rules.
3	(2)	The regulations may provide, or authorise the electricity system
4		and market rules to provide, for the continuation of the
5		operation of a relevant instrument after its revocation for the
6		purpose of the transition of any matter to the electricity system
7		and market rules.
8	(3)	The regulations may provide, or authorise the electricity system
9		and market rules to provide, how anything done or in progress
10		under a relevant instrument is to be treated on and after a day
11		specified in the electricity system and market rules.
12	(4)	The regulations may provide, or authorise the electricity system
13		and market rules to provide, that a reference in any instrument
14		to a relevant instrument is to be treated on and after a day
15		specified in the electricity system and market rules to be a
16		reference to the electricity system and market rules or specified
17		provisions of the electricity system and market rules.
18	400	
. •	<u>138.</u>	Powers of Minister: relevant instruments:
19	138. (1)	Powers of Minister: relevant instruments: The Minister may amend a relevant instrument to facilitate, or
19		The Minister may amend a relevant instrument to facilitate, or
19 20		The Minister may amend a relevant instrument to facilitate, or as a consequence of, the transition of any matter in any relevant
19 20 21	(1)	The Minister may amend a relevant instrument to facilitate, or as a consequence of, the transition of any matter in any relevant instrument to the electricity system and market rules.
19 20 21 22	(1)	The Minister may amend a relevant instrument to facilitate, or as a consequence of, the transition of any matter in any relevant instrument to the electricity system and market rules. The Minister may amend the electricity system and market rules
19 20 21 22 23	(1)	The Minister may amend a relevant instrument to facilitate, or as a consequence of, the transition of any matter in any relevant instrument to the electricity system and market rules. The Minister may amend the electricity system and market rules to provide for the transition of any matter in any relevant
19 20 21 22 23 24	(1)	The Minister may amend a relevant instrument to facilitate, or as a consequence of, the transition of any matter in any relevant instrument to the electricity system and market rules. The Minister may amend the electricity system and market rules to provide for the transition of any matter in any relevant instrument to the electricity system and market rules.
19 20 21 22 23 24	(1)	The Minister may amend a relevant instrument to facilitate, or as a consequence of, the transition of any matter in any relevant instrument to the electricity system and market rules. The Minister may amend the electricity system and market rules to provide for the transition of any matter in any relevant instrument to the electricity system and market rules. A requirement under this Act or the regulations for public

Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

Part 11 Transitional provisions for Electricity Industry Amendment (Distributed Energy Resources) Act 2023

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139.	Electricity system and market rules do not affect existing
	agreements
(1)	The making or amendment of the electricity system and market
	<u>rules under this Division</u> —
	(a) does not affect the terms and conditions, or the
	operation, of an agreement or arrangement in operation
	under a relevant instrument immediately before a day
	specified in the electricity system and market rules for
	that purpose or the approval of an arrangement whether
	under a relevant instrument, the Electricity Transmission
	and Distribution Systems (Access) Act 1994 or
	otherwise; and
	(b) does not afford a party to the agreement any ground or
	reason for not complying with the agreement according
	to its terms and conditions.
(2)	Subsection (1)(a) or (b) does not apply if the electricity system
	and market rules or the agreement or an enactment provides
	otherwise.
<u>140.</u>	References to market rules
	A reference in any Act or instrument to the market rules under
	this Act is taken on and after (insert day) to be a reference to the
	electricity system and market rules.
<u>141.</u>	References to market rules
	A reference in any Act or instrument to the market rules under
	this Act is taken on and after (insert day amendment to name of
	rules takes effect) to be a reference to the electricity system and
	The stakes effect to be a reference to the electricity system and
	(1)

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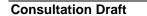
Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

Transitional provisions for Electricity Industry Amendment (Distributed Energy Resources) Act 2023

Part 11

s. 142

	142.	Power to make electricity system and market rules for Code
2		<u>matters</u>
3		Until (the day the amendment to section 104 takes effect) the
ļ		electricity system and market rules may make provision for any
,		matter which may be provided for in the Electricity Networks
6		Access Code.



Schedule 1 — Licence terms and conditions

[s. 11]

1. Licence terms and conditions

A licence may include provisions —

- (a) if the licence is a generation licence or integrated regional licence, requiring the licensee to prepare and implement strategies for the management of greenhouse gas emissions;
- (b) if the licence is a generation licence, a retail licence or an integrated regional licence, requiring the licensee to maintain and publish specified records in respect of greenhouse gas emissions caused by, or associated with, the generation of electricity supplied by the licensee;
- (c) if the licence is a retail licence or an integrated regional licence, requiring the licensee to prepare and implement strategies to encourage the use of renewable energy;
- (d) if the licence is a retail licence or an integrated regional licence, requiring the licensee to give information to customers on matters relating to electricity consumption, electricity conservation and the efficient use of electricity;
- (e) if the licence is a retail licence or an integrated regional licence, specifying methods or principles to be applied by the licensee in determining fees or charges payable by customers of a class prescribed under section 132(1)(a) (*tariff customers*);
- (f) if the licence is a retail licence or an integrated regional licence, requiring the licensee, when seeking payment by tariff customers of a fee or charge, to specify
 - (i) the portion of the fee or charge that is attributable to the cost of generating the electricity supplied; and
 - the portion of the fee or charge that is attributable to the cost of transporting that electricity through a transmission system; and
 - (iii) the portion of the fee or charge that is attributable to the cost of transporting that electricity through a distribution system;

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- if the licence is a retail licence or an integrated regional licence, regulating the extent to which the licensee's customers may be of a particular class;
- (h) requiring the licensee to maintain specified accounting records;
- (i) preventing the licensee from engaging in or undertaking specified business activities or any other business in the electricity industry in the State;
- specifying methods or standards to be applied in supplying (j) electricity under the authority of the licence;
- (k) requiring the licensee to observe specified codes (including any codes issued by the Authority or the Minister under section 39) or specified electricity system and market rules with such modifications or exemptions as may be determined by the Authority or the Minister, as the case may be;
- specifying procedures for surrender of the licence; (1)
- (m) requiring the licensee to provide to the Authority, in the manner and form determined by the Authority, specified information on any matter relevant to the operation or enforcement of the licence, the operation of the licensing scheme provided for in Part 2, or the performance of the Authority's functions under that Part;
- requiring the licensee to lodge with the Authority securities in an amount and of a nature acceptable to the Authority securing the performance by the licensee of the requirements, responsibilities and obligations under the licence;
- relating to the performance of functions by the licensee including
 - the range of functions that may be performed by the (i) licensee; and
 - performance criteria to be met by the licensee; and (ii)
 - (iii) community service obligations, that is obligations that are not commercially justified, to be discharged by the licensee:
- requiring the licensee to publish specified information in relation to its performance under the licence;

- (q) relating to obligations of the licensee with respect to public authorities and other licensees:
- (r) regulating the construction or operation, or both, of any generating works, transmission system or distribution system to which the licence applies;
- (s) relating to the disposal or transfer of property, rights or liabilities of a specified kind either during the term of the licence or on or after its expiration by effluxion of time including provisions
 - (i) prohibiting any disposal or transfer of property except with the approval of a specified person; and
 - (ii) prohibiting the giving of any encumbrance over specified property except with the approval of the Authority; and
 - (iii) requiring the transfer of property, rights or liabilities of a specified kind to a specified person on or within a specified time after the expiration of the licence; and
 - (iv) with respect to the consideration to be provided in respect of any disposal or transfer; and
 - (v) with respect to the arbitration of disputes that arise in connection with any disposal or transfer; and
 - (vi) of a supplementary, consequential or transitional nature in relation to any disposal or transfer.

[Clause 1 amended: No. 19 of 2010 s. 51.]

[Schedule 1 amended: No. 33 of 2004 s. 36; No. 19 of 2010 s. 51.]

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Schedule 2 — Objectives to be met by the electricity ombudsman scheme

[s. 93]

1. Objectives stated

The objectives referred to in section 93 are that —

- (a) all licensees who are required to be members of the scheme
 - (i) are members of the scheme; and
 - (ii) have agreed to be bound by decisions and directions of the electricity ombudsman under the scheme; and
 - (iii) as members, are so bound;

and

- (b) the scheme will be appropriately funded by the licensees who are required to be members; and
- (c) the scheme has satisfactory arrangements in place to deal with all disputes and complaints referred to in section 92(1); and
- (d) the electricity ombudsman will be able to operate independently of all licensees in performing his or her functions under the scheme; and
- (e) the scheme will be accessible to customers; and
- (f) membership of the scheme will
 - (i) be accessible to all potential members; and
 - (ii) provide appropriate representation for all members on the governing body of the scheme;

and

- (g) without limiting any other application of the scheme, the scheme will apply to all disputes and complaints referred to in section 92(1); and
- (h) the scheme will operate expeditiously and without cost to customers; and
- (i) the scheme will satisfy best practice benchmarks for schemes of a similar kind, both in terms of its constitution and procedure and in terms of its day to day operations; and

- (j) the scheme will provide for a monetary limit on claims covered by the scheme of an amount or amounts approved by the Authority; and
- (k) the scheme will maintain the capacity of the electricity ombudsman, where appropriate, to refer disputes or complaints to other forums; and
- (l) the scheme will require the electricity ombudsman to inform the Authority of substantial breaches of
 - (i) any licence condition; or
 - (ii) the code of conduct under Part 6,

of which the ombudsman becomes aware.

[Clause 1 amended: No. 19 of 2010 s. 51.] [Schedule 2 amended: No. 19 of 2010 s. 51.]

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Schedule 2A — Electricity system and market rules

[s. 123(1A)]

1. State electricity objective

Methods of meeting the State electricity objective.

Registration

Registration of persons engaged in specified activities for which registration is required under the regulations under section 124(3).

Technical codes for access to services

Technical codes for the purposes of access to services that are to be complied with by network users and other specified persons.

Metering

- Metering of the supply of electricity by licensees and other persons including — :
 - the provision, operation and maintenance of metering (a) equipment; and
 - (b) ownership of and access to metering data.

Distribution systems and connected facilities

In relation to distribution systems and connected facilities — :

- technical or other standards relating to a distribution system or connected facility, including standards relating to — :
 - (i) the supply of electricity or electricity services through the distribution system or connected facility; and
 - the transfer of electricity into and out of the distribution system or connected facility;
- technical requirements, standards or other requirements relating to the connection of premises to a distribution system or connected facility or a distribution system and connected facility to each other, including requirements relating to
 - remote monitoring, data capture and meter reading; and
 - (ii) remote disconnection and reconnection; and

	(iii) other aspects of remote control.
<u>6.</u>	Energy data and energy data platforms
(1)	In this clause —
	energy data platform means a system on which energy data is stored,
	distributed or processed;
	energy data service means a service relating to —
	(a) the collection, distribution, storage and processing of energy
	data; or
	(b) the operation of an energy data platform.
(2)	Requirements and standards relating to energy data platforms and
	energy data services and energy data collected, distributed, stored,
	processed or used in connection with the operation of energy data
	platforms and energy data services, including requirements and
	standards relating to —
	(a) confidentiality; and
	(b) the protection of personal information; and
	(c) cyber-security; and
	(d) recognition of the data rights of consumers.

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Transitional provisions

Schedule 3

Initial customer service code of conduct

Division 1

cl. 1

1			Schedule 3 — Transitional provisions
2			[s. 79, 81]
3			Division 1 — Initial customer service code of conduct
4	1.		Approval of initial customer service code of conduct
5 6		(1)	The initial code of conduct under section 79 is to be approved by the Minister instead of by the Authority.
7 8		(2)	The Minister is to act under subclause (1) in consultation with the committee.
9		(3)	The provisions of —
10			(a) Part 6; and
11 12			(b) the <i>Interpretation Act 1984</i> section 25 in its application to that Part,
13 14			are modified so far as is necessary to enable effect to be given to subclauses (1) and (2).
15 16 17		(4)	The code of conduct approved in accordance with this clause is to be taken, for the purposes of Part 6, to be a code of conduct approved by the Authority under Part 6.
18	2.		Appointment of initial committee
19		(1)	The Minister instead of the Authority is to —
20 21			(a) determine the initial membership, constitution and procedures of the committee under section 81; and
22			(b) appoint the initial members of the committee,
23			and may make the initial determinations under section 81(3).
24		(2)	The provisions of —
25			(a) section 81; and
26 27			(b) the <i>Interpretation Act 1984</i> section 25 in its application to that section,
28 29			are modified so far as is necessary to enable effect to be given to subclause (1).

1 2 3	(3)	The committee established in accordance with this clause is to be taken, for the purposes of section 81 to be the committee established by the Authority under that section.
4	3.	Regulations for transitional matters
5		If in the opinion of the Minister an anomaly arises in —
6		(a) the carrying out of clause 1 or 2; or
7 8		(b) the operation of Part 6 in accordance with the <i>Interpretation</i> Act 1984 section 25,
9 10		the Governor may by regulations make such provision as is necessary —
11		(c) to remove the anomaly; and
12		(d) to achieve the purpose of clause 1(1) or 2(1).
13		Division 2 — Initial electricity ombudsman scheme
14	4.	Approval of initial electricity ombudsman scheme
15	(1)	The Minister instead of the Authority is to —
16 17		(a) approve the initial electricity ombudsman scheme under sections 92 and 93; and
18 19		(b) give the initial approval required for the purposes of Schedule 2 paragraph (j).
20	(2)	The provisions of —
21		(a) Part 7 Division 2; and
22		(b) Schedule 2; and
23 24		(c) the <i>Interpretation Act 1984</i> section 25 in its application to the provisions mentioned in paragraphs (a) and (b),
25 26		are modified so far as is necessary to enable effect to be given to subclause (1).
27 28 29	(3)	A scheme approved in accordance with this clause is to be taken, for the purposes of Part 7, to be a scheme approved by the Authority under Division 2 of that Part.

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Transitional provisions Schedule 3 Initial electricity ombudsman scheme Division 2 cl. 5

5.	Regulations for transitional matters			
	If in the opinion of the Minister an anomaly arises in —			
	(a) the carrying out of clause 4; or			
	(b) the operation of Part 7 Division 2 in accordance with the <i>Interpretation Act 1984</i> section 25,			

the Governor may by regulations make such provision as is 6 necessary — 7

- to remove the anomaly; and (c)
- to achieve the purpose of clause 4. (d)

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Part 3 Consequential amendments
Division 1 Electricity Act 1945 amended

s. 4

1		Part 3 — Consequential amendments
2		Division 1 — Electricity Act 1945 amended
3	<u>4.</u>	Act amended
4		This Division amends the <i>Electricity Act 1945</i> .
5	<u>5.</u>	Section 25 amended
6		In section 25(1):
7		(a) in paragraph (c) delete 'polarity; and" and insert:
8		
9		polarity.
10		
11		(b) delete paragraph (d).
12	Ī	Division 2 — Electricity Corporations Act 2005 amended
13	<u>6.</u>	Act amended
14		This Division amends the <i>Electricity Corporations Act</i> 2005.
15	7.	Section 41 amended
16		In section 41:
17		(a) delete paragraphs (b) and (ba) and insert:
18		
19		(b) to do anything that it is authorised or required
20		to do by the <i>Electricity Industry Act 2004</i> Part 8
21		(which relates to network access) and the
22		regulations and electricity system and market
23		rules made under that Part; and
24		(ba) to provide stand-alone power systems (as defined in the <i>Electricity Industry Act</i> 2004
25 26		section 3(1)) in accordance with the regulations

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Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

Consequential amendments

Part 3

Electricity Corporations Act 2005 amended

Division 2 s. 8

1	and electricity system and market rules made				
2	under Part 8 of that Act; and				
3					
4	(b) in paragraph (c) delete "market rules" and insert:				
5					
6	electricity system and market rules				
7					
8	8. Section 50 amended				
9	Delete section 50(c) and insert:				
10					
11	(ba) to do anything that it is authorised or required				
12	to do by the <i>Electricity Industry Act</i> 2004 Part 8				
13	(which relates to network access) and the				
14	regulations and electricity system and market				
15	rules made under that Part; and				
16	(bb) to do anything that it is authorised or required				
17	to do by the Electricity Industry Act 2004 Part 9				
18	(which relates to the wholesale electricity				
19	market) and the regulations and electricity				
20	system and market rules made under that Part;				
21	<u>and</u>				
22	(bc) to provide stand-alone power systems (as				
23	defined in the Electricity Industry Act 2004				
24	section 3(1)) in accordance with the regulations				
25	and electricity system and market rules made				
26	under that Part 8 of that Act; and				
27	(c) to provide stand-alone power systems (as				
28	defined in the Electricity Industry Act 2004				
29	section 3(1)) in accordance with the				
30	regulations, Pilbara Networks Access Code or				
31	Pilbara networks rules made under Part 8A of				
32	that Act; and				

s. 9 **Section 59 amended** 1 In section 63(4) delete "section 124," and insert: 2 3 Part 9, 4 5 **Section 63 amended 10.** 6 In section 63(4) delete "section 124," and insert: 7 8 Part 9, 9 10 **Section 111 amended** 11. 11 In section 111 delete "market rules" and insert: 12 13 electricity system and market rules 14 15 <u>Division 3 — Electricity Transmission and Distribution Systems</u> 16 (Access) Act 1994 amended 17 **12.** Act amended 18 This Division amends the Electricity Transmission and 19 Distribution Systems (Access) Act 1994. 20 Section 95A amended 21 <u>13.</u> In section 95A(2)(b)(ii), delete "Code established under" and 22 insert: 23 24 electricity system and market rules made for the purposes of 25

Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

Electricity Transmission and Distribution Systems (Access)

Consequential amendments

Act 1994 amended

Part 3

Division 3

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Electricity Industry Amendment (Distributed Energy Resources) Bill 2023

Consequential amendments

Part 3

Energy Operators (Powers) Act 1979 amended

Division 4

s. 14

<u>Division 4 — Energy Operators (Powers) Act 1979 amended</u>				
<u>14.</u>	Act amendo	e <u>d</u>		
	This Division amends the Energy Operators (Powers) Act 1979.			
<u>15.</u>	Section 45 amended			
	In section 4:	5(4A), delete the definition of generating works and		
	insert:			
	gener	ating works does not include a stand-alone power		
	n (as defined in the <i>Electricity Industry Act</i> 2004			
	n 3(1)) that is being constructed, installed,			
	operated or maintained —			
	(a)	in accordance with the regulations and the		
		electricity system and market rules made for the		
		purposes of Part 8 of that Act; or		
	(b)	by the Regional Power Corporation in		
		accordance with the regulations, Pilbara		
		Networks Access Code or Pilbara networks		
		rules made under Part 8A of that Act; or		
	(c)	by the Regional Power Corporation in		
		accordance with its powers under the		
		Electricity Corporations Act 2005 and the		
		regulations made under the <i>Electricity Industry</i>		
		<u>Act 2004 Part 8A; or</u>		