

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

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

**Submitter:** Fan Zhang, Collgar Wind Farm

**Date submitted:** 1 March 2018

**Date of extension:** 18 April 2019

In accordance with clause 2.5.10 of the Market Rules, the Rule Change Panel has further extended the timeframe for the publication of the Draft Rule Change Report for the Rule Change Proposal titled “Capacity Credit Allocation Methodology for Intermittent Generators” (RC\_2018\_03) until **5:00 PM on Tuesday 31 December 2019**.

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

### Reason for the Extension

The Rule Change Panel previously delayed its assessment of RC\_2018\_03 until 24 April 2019 while the Economic Regulation Authority (**ERA**) completed its review of the Relevant Level Methodology, because the subject matter of the ERA’s review overlaps with the subject matter of RC\_2018\_03.

The ERA published the ‘Relevant level method review 2019 Capacity valuation for intermittent generator – Final Report’ (**Final Report**) on 31 March 2019.<sup>1</sup> The ERA indicated in the Final Report that it will develop a Rule Change Proposal and a new Market Procedure to implement its recommendations. The changes to the Relevant Level Methodology to be proposed by the ERA are likely to be significant.

The Rule Change Panel requires additional time to assess RC\_2018\_03 against the Market Objectives and considerations of cost and practicality. Given the overlapping subject matter between the Final Report and RC\_2018\_03, and the complexities of assessing changes to the Relevant Level Methodology, the Rule Change Panel’s assessment will also take account of the Final Report.

Should the ERA submit a Rule Change Proposal to amend the Relevant Level Methodology, as indicated in the Final Report, the Rule Change Panel may further extend the assessment time for RC\_2018\_03 to concurrently assess RC\_2018\_03 and the ERA’s Rule Change Proposal.

Further details relating to Rule Change Proposal RC\_2018\_03 are available at [https://www.erawa.com.au/rule-change-panel/market-rule-changes/rule-change-rc\\_2018\\_03](https://www.erawa.com.au/rule-change-panel/market-rule-changes/rule-change-rc_2018_03).

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<sup>1</sup> The Final Report is available at: <https://www.erawa.com.au/electricity/wholesale-electricity-market/methodology-reviews/review-of-method-used-to-assign-capacity-to-intermittent-generators-2018>.

## Proposed Work Program

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

If the Rule Change Panel's decision is to approve the Rule Change Proposal, the Amending Rules will commence at the date set by the Rule Change Panel in the Final Rule Change Report.

## Extended Timeline

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

