



Notice

27 October 2016

Allowable Revenue and Forecast Capital Expenditure Proposal for the Australian Energy Market Operator

ISSUES PAPER

The Economic Regulation Authority (**ERA**) has published an [issues paper](#) on the proposal from the Australian Energy Market Operator (**AEMO**) for allowable revenue and forecast capital expenditure for the period 1 July 2016 to 30 June 2019. The proposed funding is for AEMO's Market Operations and System Management functions and for its Gas Services Information (GSI) functions.

The *Wholesale Electricity Market Rules (2015)* and the *Gas Services Information Rules (2015)* require the ERA to assess and determine allowable revenue and forecast capital expenditure proposed by AEMO.

AEMO provided its [proposal](#) to the ERA on 16 September 2016. This proposal is available on the ERA's website.

This is AEMO's first allowable revenue submission since assuming responsibility for these functions on 30 November 2015, as part of the Energy Market Review being undertaken by the state government.

AEMO's submission replaces previous submissions made by the IMO and System Management in November 2015 and February 2016 respectively. Rule changes were made on 1 July 2016 deeming these submissions to have been withdrawn, and requiring AEMO to submit its own proposal by 16 September 2016. The ERA must make its determination by 16 December 2016.

PUBLIC SUBMISSIONS

Interested parties are invited to make submissions on any element of the Issues Paper or AEMO's proposal by 4:00 pm (WST) on 11 November 2016.

Submissions should be made via the [portal on the ERA's website](#), and marked to the attention of Elizabeth Walters, Assistant Director, Access and Inquiries.

Postal address: PO Box 8469, PERTH BC WA 6849

Office address: Level 4, Albert Facey House, 469 Wellington Street, Perth WA 6000

CONFIDENTIALITY

In general, all submissions from interested parties will be treated as being in the public domain and placed on the ERA's website. Where an interested party wishes to make a submission in

confidence, it should clearly indicate the parts of the submission for which confidentiality is claimed, and specify in reasonable detail the basis for the claim. The publication of a submission on the ERA's website shall not be taken as indicating that the ERA has knowledge either actual or constructive of the contents of a particular submission and, in particular, whether the submission in whole or part contains information of a confidential nature and no duty of confidence will arise for the ERA.

For further information contact:

General Enquiries

Lincoln Flindell

Phone: 08 6557 7961

Email: records@erawa.com.au

Media Enquiries

Tracy Wealleans

Work: 08 6557 7942

Mobile: 0428 859 826

Email: communications@erawa.com.au